

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST**

**ANNUAL FINANCIAL REPORT**

**Year Ended June 30, 2014**

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
June 30, 2014**

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**Broussard & Company**  
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Board of Commissioners  
Southeast Louisiana Flood Protection Authority – West  
Marrero, Louisiana

***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Southeast Louisiana Flood Protection Authority – West (the "West Authority"), a component unit of the State of Louisiana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the West Authority's basic financial statements as listed in the table of contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these basic financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the West Authority as of June 30, 2014 and the respective changes in financial position and the budgetary comparison for the West Authority's General fund, the West Jefferson Levee District O&M Special Revenue Fund and the Algiers

Levee District O&M Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### Required Supplementary Information

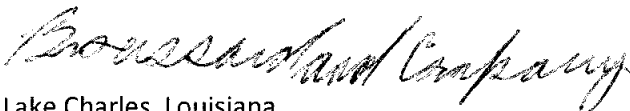
Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 3 through 9 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during my audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Information

Our audit was made for the purpose of forming an opinion on the financial statements that collectively comprise the West Authority's basic financial statements. The Individual Fund Statements and Schedules on pages 46 through 53 and the Supplementary Information on pages 54 and 55 as well as the Division of Administration Reporting Package starting on page 61 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The individual fund statements, schedules and supplementary information are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting or other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund statements, schedules, and supplementary information are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

#### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated August 29, 2014, on our consideration of the West Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.



Lake Charles, Louisiana  
August 29, 2014

**SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2014**

As management of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”), we offer readers of the West Authority’s financial statements this narrative overview and analysis of the financial activities of the West Authority as of June 30, 2014 and for the fiscal year then ended. We encourage readers to consider the information presented here in conjunction with the financial statements. All amounts, unless otherwise noted, are expressed in thousands of dollars (\$1,000’s).

**FINANCIAL HIGHLIGHTS**

- The assets of the West Authority exceeded its liabilities at the close of the most recent fiscal year by \$27,397 (*net position*). Of this amount, \$8,920 or 32.6 percent reflects its investment in capital assets (e.g., land, buildings, equipment, vehicles and infrastructure), \$531 or 1.9 percent is *restricted* for capital projects, and \$17,946 (*unrestricted net position*) or 65.5 percent may be used to meet the government’s ongoing obligations to citizens and creditors.
- The West Authority’s total net position increased by \$2,830 or 11.5 percent during 2014.
- As of close of the current fiscal year, the West Authority’s governmental funds reported combined ending fund balance of \$19,974, an increase of \$3,214 or 19.2 percent. Approximately \$9,898 (49.6 percent) is reported as committed fund balance, \$9,995 (50.0 percent) is assigned fund balance, and \$81 (0.4 percent) is unassigned fund balance and is available for spending at the government’s discretion.
- At the end of the current fiscal year, unassigned fund balance for the West Authority’s General Fund was \$81, which was 15.4 percent of total general fund expenditures (which is lower than the previous year percentage of 21.6 percent).
- The WJLD O&M Special Revenue Fund had fund balance of \$8,012 and decrease of \$4,806 from last year. This amount was 179.6 percent of its total current year expenditures.
- The ALD O&M Special Revenue Fund had fund balance of \$3,844, an increase of \$507 from last year. This amount was 735.0 percent of its total current year expenditures.
- WJLD and ALD both maintain reserves in Emergency Funds. The committed fund balances relating to these reserves totaled \$1,555 and \$838, respectively.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the Southeast Louisiana Flood Protection Authority – West’s (the “West Authority”) basic financial statements. The West Authority’s basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The “government-wide financial statements” are designed to provide readers with a broad overview of the West Authority’s finances, in a manner similar to a private-sector business.

The “statement of net position” presents information on all of the West Authority’s assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the West Authority is improving or deteriorating.

The “statement of activities” present information showing how the government’s net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expense are reported in this

statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish function of the West Authority that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The West Authority only has governmental activities in the public works function. This function includes executive, administrative, and maintenance/construction activities.

The State of Louisiana (the primary government) issues financial statements that include the activity contained in these financial statements. The State's financial statements are issued by the Louisiana Division of Administration – Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor. The West Authority is a "component unit" of the State of Louisiana.

The West Authority, in turn, has two component units of its own, the West Jefferson Levee District and the Algiers Levee District, that are included (i.e., "blended") in these financial statements. Both of these levee districts are separate legal entities from the West Authority, however, because West Authority's Board serves as their oversight boards, they are, in substance, part of the West Authority.

**Fund financial statements.** A "fund" is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The West Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The West Authority's funds are classified as "governmental funds".

"Governmental funds" are used to account for essentially the same functions reports as "governmental activities" in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term *inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for "governmental funds" with similar information presented for "governmental activities" in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between "governmental fund" and "governmental activities".

The West Authority and its component units maintain various funds that are grouped for management purposes into various fund types. Information is presented separately in the Governmental Fund Balance Sheet and in the Governmental Statement of Revenues, Expenditures, and Changes In Fund Balances for the General Fund, the WJLD O&M Special Revenue Fund, the ALD O&M Special Revenue fund, the WJLD Emergency Special Revenue Fund, the ALD Emergency Special Revenue Fund, the WJLD Westbank Hurricane Capital Projects Fund, and the WJLD Lafitte Levee Capital Projects Fund. All of these funds are considered to be "major" funds.

The West Authority adopts annual budgets for its General Fund, the WJLD O&M Special Revenue Fund and the ALD O&M Special Revenue Fund. A budgetary comparison statement has been provided for each fund to demonstrate compliance with this budget.

**Notes to the Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the West Authority, assets exceeded liabilities by \$27,397 at June 30, 2014.

A large portion of the West Authority's net position (32.6 percent) reflects its investment in capital assets (e.g., land, buildings, furniture and fixtures, vehicles and heavy equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The West Authority used these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the West Authority's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

### SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST NET POSITION

	Governmental Activities			
	2014		2013	
Current and other assets	20,070		16,875	
Capital assets	8,920		9,038	
Total assets	<u>28,990</u>		<u>25,913</u>	
Long-term liabilities outstanding	1,497		1,231	
Other liabilities	96		115	
Total liabilities	<u>1,593</u>		<u>1,346</u>	
Net Position				
Invested in capital assets, net of related debt	8,920	32.6%	9,038	36.8%
Restricted	531	1.9%	500	2.0%
Unrestricted	<u>17,946</u>	65.5%	<u>15,029</u>	61.2%
Total net assets	<u>27,397</u>		<u>24,567</u>	

*Restricted net position* of \$531 are reported (1.9 percent of the total) to show that funds are restricted for use on the projects that are funded through the capital project fund (in this case, the Westbank Hurricane Levee Protection project).

The remaining balance of *unrestricted net position* (\$17,946 or 65.5 percent) may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2014, the West Authority is able to report positive fund balances in all three categories of net position.

The West Authority's net position increased by \$2,830, or 11.5% during 2014.

**Governmental Activities.** Governmental activities increased the West Authority's net position by \$2,830. Key elements of this increase are as follows:

## SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST CHANGES IN NET POSITION

		Governmental Activities	
		2013	2013
Revenues:			
Program revenues:			
Operating grants and contributions	\$	405	\$ 63
Capital grants and contributions		134	271
General revenues:			
Property taxes		7,575	7,223
State appropriations		0	250
State revenue sharing		463	426
Commissions and royalties		62	53
Interest		55	51
Gain (loss) on sale of equipment		42	48
Other		172	9
Total revenues		<u>8,908</u>	<u>8,394</u>
Expenses:			
Public Works			
Executive		850	378
Administrative		781	959
Maintenance		3,833	3,985
Nondepartmental		614	490
Interest on long-term debt		0	17
Total expenses		<u>6,078</u>	<u>5,829</u>
Increase in net position		<u>2,830</u>	<u>2,565</u>
Net position - Beginning of year		<u>24,567</u>	<u>22,002</u>
Net Position - end of year	\$	<u>27,397</u>	<u>\$ 24,567</u>

Revenues increased \$514 or 6.1%. The main contributing factors to this increase involved collection of higher ad valorem taxes of \$352 and FEMA reimbursements of \$405 as compared to \$63 in the prior year.

Expenses increased \$249 or 4.3%. Higher legal fees and consultant expenses comprised this increase.

### FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, the West Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds.** The focus of the West Authority's "governmental funds" is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the West Authority's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2014, the West Authority's governmental funds reported a combined ending fund balance of \$19,974, and increase of \$3,214 or 19.2% in comparison to the prior year. Of the total, \$81 is reported in the General Fund, \$11,856 is in Special Revenue Funds, and \$8,037 is in Capital Project Funds.



The **General Fund** is the chief operating fund of the West Authority. At June 30, 2014, the unassigned fund balance of the General Fund totaled \$81. The fund balance of the West Authority's General fund decreased by \$23 during the current fiscal year.

The **WJLD O&M Special Revenue Fund** is the chief operating fund of the West Jefferson Levee District. At June 30, 2014, the fund balance of this Special Revenue Fund totaled \$8,012, a decrease of \$4,805 or 37.5% from the prior year. Of this amount \$1,555 is committed to funding emergency activities. The main factor for the significant decrease in the current year is the transfer of over \$6,600 to the Westbank Hurricane Protection Levee Capital Project Fund.

The **ALD O&M Special Revenue Fund** is the chief operating fund of the Algiers Levee District. At June 30, 2014, the fund balance of this Special Revenue Fund totaled \$3,844, an increase of \$507 or 15.2% from the prior year. Of this amount \$838 is committed to funding emergency activities.

The **WJLD Westbank Hurricane Levee Capital Project fund** has a total fund balance of \$8,036 at year-end. Significant transfers from the WJLD and ALD O&M Special Revenue Funds were made in the current year that amounted to \$7,536.

For budgetary purposes, the West Authority budgets the activities of the **WJLD Emergency Special Revenue fund** and the **ALD Emergency Special Revenue Fund** separately from the O&M funds of each district. At June 30, 2014, these funds had fund balances of \$1,555 and \$838, respectively. For GAAP purposes, these funds are merged into the applicable O&M Special Revenue Fund and the fund balances are shown as committed fund balance.

## **BUDGETARY HIGHLIGHTS**

### **Revenues**

The **West Authority's General Fund's** final budget called for revenues of \$141 which included state funding of \$139. Overall, revenues came in right at budget.

The **WJLD O&M Special Revenue Fund's** final budget called for revenues of \$5,685, an increase of \$465 over the original budget. The largest increase was seen in property taxes (up \$378). Overall, revenues came in slightly over budget at \$5,687.

The **ALD O&M Special Revenue Fund's** final budget called for revenues of \$2,515, a decrease of \$(139) from the original. The largest decreases were in property taxes (which decreased \$109). Overall, revenues came in \$49 or 2.0% less than budgeted (primarily in property taxes).

### **Expenditures**

Overall, the expenditures of the West Authority and its major operating funds came in at or near budget.

The **West Authority's General Fund** expenditures were \$8 less than the final budgeted amount of \$535. All functions were basically right at or slightly over or under budget.

The **WJLD O&M Special Revenue Fund** expenditures were \$50 more than the final budgeted amount of \$4,369. All functions were basically right at or slightly over or under budget.

The **ALD O&M Special Revenue Fund** expenditures were \$1 more than the final budgeted amount of \$522. All functions were basically right at or slightly over or under budget.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets.** The West Authority's investment in capital assets for its governmental activities as of June 30, 2014 amounts to \$8,920 (net of accumulated depreciation). This investment in capital assets includes land, buildings, furniture and equipment, vehicles and heavy equipment. The West Authority's investment in capital assets decreased by \$118 or 1.3%.

### **SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY – WEST CAPITAL ASSETS (NET OF DEPRECIATION)**

	Governmental Activities	
	<u>2014</u>	<u>2013</u>
Land	\$ 5,788	\$ 5,788
Buildings	1,583	1,679
Furniture and equipment	89	133
Vehicles and heavy equipment	1,460	1,438
Infrastructure	0	0
Total	<u>8,920</u>	<u>9,038</u>
Related Debt	0	0
Net Investment in Fixed Assets	<u>\$ 8,920</u>	<u>\$ 9,038</u>

The infrastructure assets (primarily levees) were removed from the books of the West Authority in 2011 as it was determined that the levees previously capitalized by the West Jefferson Levee District had been replaced or greatly improved upon by the construction of the new Westbank Hurricane Protection Levee. This new levee was built post-Katrina by the Corps of Engineers (COE) and the Coastal Protection and Restoration Authority (CPRA). These assets are now carried on their books.

**Long-term Debt.** At the end of the current fiscal year, the West Authority long-term debt totaled \$1,497. This amount is made up of \$298 in compensated absences and \$1,199 in Other Post-Employment Benefits (OPEB).

The \$1,199 in OPEB relates to the calculated amount of unfunded actuarial contributions that have been accrued on the financial statements. To date, the West Authority is not able to fund the actuarially calculated liability for OPEB.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

- The unemployment rate for the New Orleans Metropolitan Area, which includes the Parish of Jefferson, is currently 4.9%, which is a decrease from last year's rate of 5.2%. Since Hurricanes Katrina and Rita, the rate has fluctuated as the population in the metropolitan area shifts. The easing of the national recession has also played a part in decreasing this rate.
- Inflationary trends in the region compare favorably to national indices.
- The millage rates for the West Jefferson Levee District and the Algiers Levee District are expected to stay about the same. It has been the West Authority's policy to roll their millages forward when allowed to in order to keep up with inflation. If the local housing market reflects economic recovery being seen elsewhere, there might be a slight rise in ad valorem taxes.

All of these factors were considered in preparing the West Authority's budgets for the 2013/2014 fiscal year.

### *REQUESTS FOR INFORMATION*

This financial report is designed to provide a general overview of the West Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Board President, Southeast Louisiana Flood Protection Authority – West, 7001 River Road, Marrero, LA 70072.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

STATEMENT OF NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2014

ASSETS:

Current Assets

Cash and cash equivalents	\$ 19,984,337
Receivables (net of allowance for uncollectibles)	86,219
Total current assets	<u>20,070,556</u>

Noncurrent Assets

Capital assets (net of accumulated depreciation)	8,919,812
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TOTAL ASSETS	<u><u>\$ 28,990,368</u></u>
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LIABILITIES AND NET POSITION:

Current Liabilities

Accounts payable and other current liabilities	\$ 61,722
Accrued payroll and deductions	34,499
Total current liabilities	<u>96,221</u>

Noncurrent Liabilities

Compensated absences payable	298,157
OPEB liability	1,199,120
Total noncurrent liabilities	<u>1,497,277</u>

TOTAL LIABILITIES	<u>1,593,498</u>
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NET POSITION

Invested in capital assets, net of related debt	8,919,812
Restricted for:	
Capital Projects	531,169
Unrestricted	17,945,889
TOTAL NET POSITION	<u>27,396,870</u>

TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 28,990,368</u></u>
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The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2014

FUNCTION/BUREAU	EXPENSES	PROGRAM REVENUES			NET (EXPENSES) REVENUE AND CHANGES IN NET ASSETS
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT GOVERNMENTAL ACTIVITIES
Primary Government					
Governmental Activities:					
Public Works					
Executive	\$ 849,839	\$ -	\$ -	\$ -	\$ (849,839)
Administrative	781,216	-	-	-	(781,216)
Maintenance	3,832,760	-	405,260	-	(3,427,500)
Nondepartmental	614,255	-	-	134,238	(480,017)
Interest on long-term debt	-	-	-	-	-
Total governmental activities	<u>\$ 6,078,070</u>	<u>\$ -</u>	<u>\$ 405,260</u>	<u>\$ 134,238</u>	<u>(5,538,572)</u>
GENERAL REVENUES:					
					7,574,731
					463,420
					61,583
					54,717
					42,390
					171,598
					-
TRANSFERS IN (OUT)					
					8,368,439
CHANGE IN NET ASSETS					
					2,829,867
NET POSITION					
					24,567,003
					<u>\$ 27,396,870</u>

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

GOVERNMENTAL FUNDS  
BALANCE SHEET (GAAP BASIS)  
June 30, 2014

	SELFPA-W GENERAL FUND	WJLD OPERATIONS AND MAINTENANCE	ALD OPERATIONS AND MAINTENANCE	WJLD EMERGENCY FUND	ALD EMERGENCY FUND	WJLD WESTBANK HURRICANE PROTECTION LEEVE	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>							
Cash and cash equivalents	\$ 222,313	\$ 6,873,540	\$ 4,778,917	\$ -	\$ -	\$ 8,109,567	\$ 19,984,337
Receivables (net of allowance for uncollectibles)	-	36,334	35,656	-	-	14,229	86,219
Due from other funds	-	1,168,927	337,348	-	-	-	1,506,275
<b>TOTAL ASSETS</b>	<b>\$ 222,313</b>	<b>\$ 8,078,801</b>	<b>\$ 5,151,921</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,123,796</b>	<b>\$ 21,576,831</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities</b>							
Accounts payable	\$ 2,860	\$ 37,249	\$ 12,729	\$ -	\$ -	\$ 8,884	\$ 61,722
Accrued payroll and deductions	5,444	29,055	-	-	-	-	34,499
Due to other funds	133,199	-	1,294,694	-	-	78,382	1,506,275
Revenue grant anticipation notes payable	-	-	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>141,503</b>	<b>66,304</b>	<b>1,307,423</b>	<b>-</b>	<b>-</b>	<b>87,266</b>	<b>1,602,496</b>
<b>FUND BALANCES</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	1,555,306	837,630	-	-	7,505,757	9,898,693
Assigned	-	6,457,191	3,006,868	-	-	530,773	9,994,832
Unassigned	80,810	-	-	-	-	-	80,810
<b>TOTAL FUND BALANCES</b>	<b>80,810</b>	<b>8,012,497</b>	<b>3,844,498</b>	<b>-</b>	<b>-</b>	<b>8,036,530</b>	<b>19,974,335</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 222,313</b>	<b>\$ 8,078,801</b>	<b>\$ 5,151,921</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,123,796</b>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

8,919,812

Long-term liabilities, including compensated absences payable and other post employment benefits liability.

(1,497,277)

\$ 27,396,870

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (GAAP BASIS)  
FOR THE YEAR ENDED JUNE 30, 2014

	SELFPA-W GENERAL FUND	WJLD OPERATIONS AND MAINTENANCE	ALD OPERATIONS AND MAINTENANCE	WJLD EMERGENCY FUND	ALD EMERGENCY FUND	WJLD WESTBANK HURRICANE PROTECTION LEVEE	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>							
Taxes							
Property taxes	\$ -	\$ 5,119,588	\$ 2,455,144	\$ -	\$ -	\$ -	\$ 7,574,732
Intergovernmental							
Federal	-	67,912	337,348	-	-	-	405,260
State	-	463,420	-	-	-	134,238	597,658
Parish Local	-	-	-	-	-	-	-
Service charges, fees, and commissions	-	61,853	-	-	-	-	61,853
Interest	1,450	38,162	12,471	-	-	2,634	54,717
Miscellaneous	139,527	27,850	3,950	-	-	-	171,327
TOTAL REVENUES	140,977	5,778,785	2,808,913	-	-	136,872	8,865,547
<b>EXPENDITURES</b>							
Current							
Public Works							
Executive	111,722	436,804	216,853	-	-	-	765,379
Administrative	388,584	310,906	32,153	-	-	-	731,643
Maintenance	4,621	3,036,601	180,418	-	-	183,295	3,404,935
Non-departmental	18,479	430,959	65,981	-	-	-	515,419
Capital outlay							
Property, plant and equipment	3,411	244,481	28,077	-	-	-	275,969
Levee construction projects	-	-	-	-	-	-	-
TOTAL EXPENDITURES	526,817	4,459,751	523,482	-	-	183,295	5,693,345
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(385,840)	1,319,034	2,285,431	-	-	(46,423)	3,172,202
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	500,000	500,413	19,835	-	-	7,582,876	8,603,124
Transfers out	(137,328)	(6,667,706)	(1,798,090)	-	-	-	(8,603,124)
Sale of capital assets	-	42,390	-	-	-	-	42,390
Bond proceeds	-	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	362,672	(6,124,903)	(1,778,255)	-	-	7,582,876	42,390
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(23,168)	(4,805,869)	507,176	-	-	7,536,453	3,214,592
<b>FUND BALANCE</b>							
Beginning of year	103,978	12,818,366	3,337,322	-	-	500,077	16,759,743
End of year	\$ 80,810	\$ 8,012,497	\$ 3,844,498	\$ -	\$ -	\$ 8,036,530	\$ 19,974,335

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO  
THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2014

Amounts reported for governmental activities in the Statement of Activities are  
different because:

Net change in fund balances - total governmental funds	\$ 3,214,592
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the current period.	(117,880)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the payment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(24,765)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds, including expense of annual required contribution for OPEB.	<u>(242,080)</u>
Net change in net position of governmental activities plus extraordinary item	<u>\$ 2,829,867</u>

The accompanying notes are an integral part of this statement.



SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALNCES -BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCE	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL
<b>REVENUES</b>						
Intergovernmental						
State	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Service charges, fees, and commissions	-	-	-	-	-	-
Interest	1,450	-	1,450	1,500	(50)	-
Miscellaneous	139,527	-	139,527	139,600	(73)	-
<b>TOTAL REVENUES</b>	<b>140,977</b>	<b>-</b>	<b>140,977</b>	<b>141,100</b>	<b>(123)</b>	<b>-</b>
<b>EXPENDITURES</b>						
Current						
Public Works						
Executive	111,722	-	111,722	112,538	816	78,895
Administrative	388,584	-	388,584	396,171	7,587	377,542
Maintenance	4,621	-	4,621	4,752	131	5,414
Non-departmental	18,479	-	18,479	18,480	1	2,250
Capital Outlay						
Property, plant and equipment	3,411	-	3,411	3,500	89	15,000
<b>TOTAL EXPENDITURES</b>	<b>526,817</b>	<b>-</b>	<b>526,817</b>	<b>535,441</b>	<b>8,624</b>	<b>479,101</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(385,840)</b>	<b>-</b>	<b>(385,840)</b>	<b>(394,341)</b>	<b>8,501</b>	<b>(479,101)</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	500,000	-	500,000	500,000	-	499,800
Transfers out	(137,328)	-	(137,328)	(131,927)	(5,401)	-
Sale of capital assets	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>362,672</b>	<b>-</b>	<b>362,672</b>	<b>368,073</b>	<b>(5,401)</b>	<b>499,800</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>(23,168)</b>	<b>-</b>	<b>(23,168)</b>	<b>(26,268)</b>	<b>3,100</b>	<b>20,699</b>
<b>FUND BALANCE</b>						
Beginning of year	103,978	-	103,978	103,978	-	103,978
End of year	\$ 80,810	\$ -	\$ 80,810	\$ 77,710	\$ 3,100	\$ 124,677

The accompanying notes are an integral part of this statement.

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

WEST JFFERSON LEVES DISTRICT- OPERATIONS AND MAINTENANCE SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES -BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCE	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
REVENUES						
Taxes						
Property Taxes	\$ 5,119,588	\$ -	\$ 5,119,588	\$ 5,127,784	\$ (8,196)	\$ 4,750,000
Intergovernmental						
Federal	67,912	67,912	-	-	-	-
State	463,420	-	463,420	463,420	-	428,699
Service charges, fees, and commisions	61,853	-	61,853	64,444	(2,591)	41,579
Interest	38,162	24,198	13,964	14,000	(36)	-
Miscellaneous	27,850	-	27,850	15,275	12,575	-
TOTAL REVENUES	5,778,785	92,110	5,686,675	5,684,923	1,752	5,220,278
EXPENDITURES						
Current						
Public Works						
Executive	436,804	-	436,804	415,575	(21,229)	302,980
Administrative	310,906	-	310,906	312,830	1,924	437,718
Maintenance	3,036,601	40,847	2,995,754	2,966,202	(29,552)	2,897,372
Non-departmental	430,959	-	430,959	428,204	(2,755)	389,060
Capital outlay						
Property, plant and equipment	244,481	-	244,481	246,650	2,169	353,500
Levee construction projects	-	-	-	-	-	-
TOTAL EXPENDITURES	4,459,751	40,847	4,418,904	4,369,461	(49,443)	4,380,630
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,319,034	51,263	1,267,771	1,315,462	(47,691)	839,648
OTHER FINANCING SOURCES (USES)						
Transfers in	500,413	-	500,413	511,357	-	608,867
Transfers out	(6,667,706)	(6,288,643)	(379,063)	(1,224,082)	-	(1,020,000)
Sale of capital assets	42,390	-	42,390	129,595	-	177,535
Bond proceeds	-	-	-	-	-	-
Donation of equipment	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(6,124,903)	(6,288,643)	163,740	(583,130)	-	(233,598)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(4,805,869)	(6,237,380)	1,431,511	732,332	(47,691)	606,050
FUND BALANCE						
Beginning of year	12,818,366	7,792,686	5,025,680	5,038,469	-	5,038,469
End of year	\$ 8,012,497	\$ 1,555,306	\$ 6,457,191	\$ 5,770,801	\$ (47,691)	\$ 5,644,519

The accompanying notes are an integral part of this statement.

## SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST

## STATE OF LOUISIANA

## ALGIERS LEVEE DISTRICT- OPERATIONS AND MAINTENANCE SPECIAL REVENUE FUND

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES -BUDGET AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2014

		GAAP ACTUAL	BUDGETARY TO GAAP DIFFERENCE	BUDGETARY ACTUAL	FINAL BUDGET	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)	ORIGINAL BUDGET
<b>REVENUES</b>							
	Taxes						
	Property taxes	\$ 2,455,144	\$ -	\$ 2,455,144	\$ 2,503,278	\$ (48,134)	\$ 2,612,747
	Intergovernmental						
	Federal	337,348	337,348	-	-	-	41,456
	Service charges, fees, and commissions	-	-	-	-	-	-
	Interest	12,471	5,190	7,281	7,300	(19)	-
	Miscellaneous	3,950	-	3,950	4,000	(50)	-
	<b>TOTAL REVENUES</b>	<b>2,808,913</b>	<b>342,538</b>	<b>2,466,375</b>	<b>2,514,578</b>	<b>(48,203)</b>	<b>2,654,203</b>
<b>EXPENDITURES</b>							
	Current						
	Public Works						
	Executive	216,853	-	216,853	207,900	(8,953)	125,435
	Administrative	32,153	-	32,153	34,723	2,570	39,500
	Maintenance	180,418	-	180,418	185,553	5,135	215,520
	Non-departmental	65,981	-	65,981	65,981	-	64,500
	Capital outlay						
	Property, plant and equipment	28,077	-	28,077	28,100	23	73,500
	Levee construction projects	-	-	-	-	-	-
	<b>TOTAL EXPENDITURES</b>	<b>523,482</b>	<b>-</b>	<b>523,482</b>	<b>522,257</b>	<b>(1,225)</b>	<b>518,455</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>							
		<b>2,285,431</b>	<b>342,538</b>	<b>1,942,893</b>	<b>1,992,321</b>	<b>(49,428)</b>	<b>2,135,748</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
	Transfers in	19,835	-	19,835	19,835	-	-
	Transfers out	(1,798,090)	(1,285,135)	(512,955)	(512,955)	-	(1,588,867)
	Sale of capital assets	-	-	-	-	-	-
	Donation of equipment	-	-	-	-	-	-
	<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(1,778,255)</b>	<b>(1,285,135)</b>	<b>(493,120)</b>	<b>(493,120)</b>	<b>-</b>	<b>(1,588,867)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>							
		<b>507,176</b>	<b>(942,597)</b>	<b>1,449,773</b>	<b>1,499,201</b>	<b>(49,428)</b>	<b>546,881</b>
<b>FUND BALANCE</b>							
	Beginning of year	3,337,322	1,780,227	1,557,095	1,557,095	-	1,557,095
	End of year	\$ 3,844,498	\$ 837,630	\$ 3,006,868	\$ 3,056,296	\$ (49,428)	\$ 2,103,976

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the West Authority’s accounting policies are described below.

1. Reporting Entity

GASB Codification Section 2100 establishes criteria for determining the governmental reporting entity and its component units. Component units are defined as legally separate organizations for which the elected or appointed officials or a primary government are financially accountable. The criteria used in determining whether financial accountability exists include the appointment of a voting majority of an organization’s governing board, the ability of the primary government to impose its will on that organization or whether there is a potential for the organization to provide specific financial benefits or burdens to the primary government. Fiscal dependency may also play a part in determining financial accountability. In addition, a component unit can be another organization for which the nature and significance of its relationship with a primary government is such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The West Authority was created by Act 1 of the First Extraordinary Session of 2006. The governing board of commissioners administers the operations and responsibilities in accordance with the provision of Louisiana statutes. The West Authority is charged with overseeing the levee districts on the Westbank of the New Orleans Metropolitan area, which includes the West Jefferson Levee District and the Algiers Levee District. The members of the Board are appointed by the Governor of the State of Louisiana from a list of nominations submitted by a nominating committee as provided by statute.

For financial reporting purposes, it has been determined that the West Authority is a component unit of the State of Louisiana. Annually, the State of Louisiana (the primary government) issues general purpose financial statements which include the activity contained in the accompanying financial statements. The State’s general purpose financial statements are issued by the Louisiana Division of Administration – Office of Statewide Reporting and Accounting Policy and are audited by the Louisiana Legislative Auditor.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

As noted above, the West Authority is charged with the responsibility of overseeing the West Jefferson Levee District and the Algiers Levee District. Both of these levee districts are separate legal entities from the West Authority, however, because the West Authority's Board serves as their oversight board, they are, in substance, part of the West Authority and are included (i.e., blended) within the West Authority's financial report.

The West Jefferson Levee District was incorporated on August 1, 1980, under the provision of Act 820 of the 1980 Legislative session, as amended (Civil Service code). It was charged with providing flood protection for those areas contained within the Parish of Jefferson to the west of the Mississippi River. Act 475 of the 2007 Legislative session amended the district by carving out a portion of the covered area and designating it the Lafitte Area Independent Levee District. All lands and other assets in the designated area were turned over by the West Jefferson Levee District to the new Lafitte Area Independent Levee District. West Jeff continues to cover those areas in Jefferson Parish to the west of the Mississippi River that are not within the boundaries of the Lafitte Area Independent Levee District.

The Algiers Levee District was also formed by Act 475 of the 2007 Legislative session. This Act carved a section out of the existing Orleans Levee District, specifically that portion of the Parish of Orleans on the west side of the Mississippi River.

2. Government-wide and Fund Financial Statements

**Government-wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the West Authority. For the most part, the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Because of the nature of the West Authority's operations, the West Authority reports only governmental activities.

The statement of activities demonstrates the degree to which the direct expense of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

**Fund Financial Statements**

Funds are used by the West Authority to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. The funds of the West Authority are classified into the “governmental” category. The category, in turn, is divided into separate “fund types”.

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital project funds), and the servicing of general long-term debt (debt service funds). The General Fund is used to account for all financial activities of the general government not accounted for in some other fund.

Major individual governmental funds are reported as separate columns in the fund financial statements. The West Authority reports the following major governmental funds:

The ***SELFPA-W General Fund*** is the general operating fund of the West Authority. It is used to account for all financial resources except those required to be accounted for in another fund.

The ***WJLD Operations and Maintenance Special Revenue Fund*** is the general operating account for the West Jefferson levee District. It is used to account for all financial resources dedicated to administration and maintenance costs of the district.

The ***ALD Operations and Maintenance Special Revenue Fund*** is the general operating account for the Algiers Levee District. It is used to account for all financial resources dedicated to administration and maintenance costs of the district.

The ***WJLD Emergency Operations Special Revenue Fund*** accounts for monies that are restricted to expenditures in the West Jefferson Levee District related to emergencies. For GAAP purposes, this fund is now merged into the WJLD Operations and Maintenance Special Revenue Fund.

The ***ALD Emergency Operations Special Revenue Fund*** accounts for monies that are restricted to expenditures in the Algiers Levee District related to emergencies. For GAAP purposes, this fund is now merged into the ALD Operations and Maintenance Special Revenue Fund.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The ***WJLD Westbank Hurricane Protection Levee Capital Project Fund*** is used to account for financial resources dedicated by the West Jefferson Levee District to be used for acquisition or construction of major capital facilities and structures related to the Westbank Hurricane Levee system.

3. Measurement Focus, Basis for Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Governmental fund financial statements are reported using a *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The West Authority considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Property taxes, intergovernmental revenues, and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt, as well as expenditures related to compensated absences and claims and judgments, only when payment is due.

4. Assets, Liabilities, and Net position or Equity

A. *Cash and Investments*

For reporting purposes, cash and cash equivalents includes amounts in demand deposits, time deposits, and certificates of deposit. Louisiana Revised Statutes allow the West Authority to invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the State of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

State statutes authorize the West Authority to invest in obligations of the U. S. Treasury, commercial paper, corporate bonds and repurchase agreements. In accordance with GASB Statement No. 31, investments, if any, are generally stated at fair value. If the investment is in money market securities and has a maturity date of less than 90 days from the balance sheet date, the investment is stated at cost or amortized cost.

*B. Interfund Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at year end are referred to as either “due to/from other funds” (i.e., the current portion of inter-fund loans) or “advances to/from other funds” (i.e., the non-current portion of inter-fund loans). As a general rule, all inter-fund balances are eliminated in the government-wide financial statements.

*C. Inventories*

The cost of materials and supplies acquired by the West Authority are recorded as expenditures at the time of purchase. It is management’s opinion that the inventory of such materials and supplies at June 30, 2014 would not be material to the financial statements.

*D. Prepaid Items*

Payments made to vendors for services that will benefit periods beyond June 30, 2014, are recorded as expenditures when paid. It is management’s opinion that the prepaid amount June 30, 2014, if any, would not be material to the financial statements.

*E. Capital Assets*

Capital assets, which include property, plant equipment, and infrastructure assets (e.g., levees, floodwalls, sector gates and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the West Authority as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.



SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed and are included in construction in progress. The levees are divided into “reaches” and are capitalized as such. Any major “lifts” or improvements to an existing levee/reach are capitalized as an addition to that levee/reach.

Property, plant, equipment, and infrastructure are depreciated using the straight-line method (with a mid-year convention) over the following estimated useful lives:

<u>Asset Category</u>	<u>Estimated Life in Years</u>
Buildings	40
Furniture and fixtures	5
Autos and trucks	5
Mowers	5
Tractors	7-10
Heavy Equipment	5
Radios	3
Infrastructure (levees, floodwalls, floodgates, etc.)	50

*F. Compensated Absences*

It is the West Authority’s policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the West Authority does not have a policy to pay any amounts when employees separate from service to the West Authority. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. In accordance with GASB Statement No. 16, an additional liability is recorded for salary related payments associated with the future payments of compensated absences.

*G. Long-Term Obligations*

In the government-wide financial statements, long-term debt and other long-term debt obligations are recognized as liabilities in the applicable governmental activities statement of net position.

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NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payment of principal and interest are recorded as expenditures only when due.

H. *Fund Equity*

In accordance with Government Accounting Standards Board (GASB) Statement No. 54-*Fund Balance Reporting and Governmental Fund Type Definitions*, fund balances of the governmental fund types are categorized into one of five categories – Non-spendable, Restricted, Committed, Assigned, or Unassigned In the fund financial statements.

For *assigned fund balances*, the President and/or Director may assign amounts to a specific purpose via internal memorandum, with the board's approval.

While the West Authority has not established a policy for its use of unrestricted fund balance, it does consider that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. The details of this \$(1,497,277) difference are as follows:

Compensated Absences Payable	\$ (298,157)
Unfunded Annual Required Contribution for OPEB	<u>(1,199,120)</u>
Net adjustment to reduce <i>fund balance-total governmental funds</i> to arrive at <i>net assets-governmental activities</i>	<u>\$ (1,497,277)</u>

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NOTE B – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (CONTINUED)

2. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of this \$117,880 difference are as follows:

Capital Outlay	\$ 272,692
Depreciation Expense	<u>(390,572)</u>
Net adjustment to increase <i>net changes in fund balances-total governmental funds</i> to arrive at <i>changes in net assets-governmental activities</i>	<u>\$ 117,880</u>

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NOTE C – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

1. Budget

Formal budgetary accounting is employed as a management control device during the year for the SELFPA-W General Fund, the WJLD Operations and Maintenance Special Revenue Fund, and the ALD Operations and Maintenance Special Revenue Fund. Budgetary data for the WJLD and ALD Emergency Special Revenue Funds are not presented since these funds are restricted for emergency purposes only and are considered unpredictable. Budgetary data for the Capital Project funds are not presented since these funds are budgeted over the life of the respective project, not on an annual basis.

Expenditures may not exceed appropriations at the object level within the fund. All annual appropriations which are not expended lapse at year end.

The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), except that the WJLD and ALD Operations and Maintenance Special Revenue Funds do not include activity related to the two emergency funds. Thus, there is a perspective difference between Budgetary-Basis Actual and GAAP-Basis Actual (See Note C.4).

Encumbrances are not recorded for budgetary purposes.

The Board of Commissioners of the West Authority submits the annual budgets to the Department of Transportation and Development – Office of Public Works (DOTD) and the Legislative Auditor for the succeeding fiscal year. The operating budgets include proposed expenditures and the means of financing them.

The DOTD reviews the budgets and makes recommendations pertaining thereto to the Board of Commissioners of the West Authority and the Legislative Auditor. Not less than ninety days before the end of the fiscal year, the Board of Commissioners adopts the annual budget after considering the recommendations of the DOTD. Amendments to the budget are made by the Board from time to time as is necessary.

The original budgets were adopted on June of 2013. The amended budgets were adopted during fiscal year 2014. The budgeted amounts are included, respectively, as the original and final budgets in the accompanying statements.

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NOTE D – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

1. Deposits with Financial Institutions

At June 30, 2014, deposits with financial institutions consisted of the following:

	Cash	Certificates of Deposits	Total
Deposits in Bank Accounts per Balance Sheet	\$ 19,984,337		\$ 19,984,337
Bank Balances of Deposits Exposed to Custodial Credit Risk:			
A. Uninsured and uncollateralized	\$ -	\$ -	\$ -
B. Uninsured and collateralized with securities held by the pledging institution			
C. uninsured and collateralized with securities held by the pledging institutions trust department or agent but not in the Authority's name			
Total Bank Balances Exposed to Custodial Credit Risk	\$ -	\$ -	\$ -
Total Bank Balances - All Deposits	\$ 20,170,876	\$ -	\$ 20,170,876

In addition, the West Jefferson Levee District has two escrow accounts related to the Westbank Hurricane Protection Levee Project. In the first, the District has \$160,634 on deposit with the U.S. Army Corps of Engineers (COE). The second account has \$332,290, which was contributed by the Parish of Jefferson for construction of the Mount Kennedy Pump Station. These amounts are not reported on the financial statements, as they are being held in jointly-owned escrow accounts pursuant to the cooperative endeavor agreements signed with the COE. As the district makes deposits into the escrow accounts, an expenditure is recognized. COE is allowed to draw on the escrow funds as needed in connection with the Westbank Hurricane Protection Levee project (See Note F).

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2. Receivables

Receivables at year end for the West Authority's individual major funds, in the aggregate, total \$86,219, as follows:

Description	SELFPA-W General Fund	WJLD O&M Fund	ALD O&M Fund	WJLD Westbank Hurricane Protection Levee	Total
Ad Valorem taxes	\$ -	\$ 36,334	\$ 35,656		\$ 71,990
State Coastal Protection and Restoration fund				14,229	14,229
Other					0
	<u>\$ -</u>	<u>\$ 36,334</u>	<u>\$ 35,656</u>	<u>\$ 14,229</u>	<u>\$ 86,219</u>

The \$36,334 receivable in the WJLD O&M Special Revenue Fund relates to property taxes received in the month of July 2014 that relate to the current fiscal year's tax sale held by the Jefferson Parish Tax Collector Fund and the final payment of state revenue sharing.

The \$35,656 receivable in the ALD O&M Special Revenue Fund relates to property taxes received in the month of July 2014 that relate to the current fiscal year's taxes held by the New Orleans Department of Revenue.

The \$14,229 receivable in the Westbank Hurricane Protection Levee Capital Project Fund is made up of invoice claimed under an agreement with the State Coastal Protection and Restoration Authority for the Westbank Hurricane Levee Project (See Note F).

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3. Capital Assets

The following is a summary of changes in capital assets during the fiscal year:

	Balance July 1, 2013	Additions	Deletions	Balance June 30, 2014
Governmental Activities:				
Capital Assets, Not Being Depreciated				0
Land	\$ 5,787,724			\$ 5,787,724
Construction in progress				0
Total Capital, Assets, not depreciated	<u>\$ 5,787,724</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,787,724</u>
Capital Assets, Being Depreciated				
Buildings	\$ 3,895,475			\$ 3,895,475
Furniture and Equipment	422,272	3,411		425,683
Machinery, Vehicles and Heavy Equip	2,459,282	269,191	(105,991)	2,622,482
Infrastructure				0
Total Capital Assets Being Depreciated	<u>6,777,029</u>	<u>272,602</u>	<u>(105,991)</u>	<u>6,943,640</u>
Less Accumulated Depreciation:				0
Buildings	2,216,822	95,643		2,312,465
Furniture and Equipment	289,090	47,064		336,154
Machinery, Vehicles and Heavy Equip	1,021,059	247,865	(105,991)	1,162,933
Infrastructure				0
Total Accumulated Depreciation	<u>3,526,971</u>	<u>390,572</u>	<u>(105,991)</u>	<u>3,811,552</u>
Capital Assets Being Depreciated, Net	<u>\$ 3,250,058</u>	<u>\$ (117,970)</u>	<u>\$ -</u>	<u>\$ 3,132,088</u>
Total Governmental Activities				
Capital Assets, Net	<u>\$ 9,037,782</u>	<u>\$ (117,970)</u>	<u>\$ -</u>	<u>\$ 8,919,812</u>

Depreciation expense included in the Statement of Activities for the year ended June 30, 2014 amounted to \$390,572.

Infrastructure assets, including levees and floodgate structures remain at \$-0- for 2014. It should be noted that during 2011, it was determined that the Westbank Hurricane Protection Levee, which had been started by the West Jefferson Levee District (WJLD) years ago and capitalized as infrastructure, was no longer in existence or in use by the West Authority. As discussed in Note F, in the aftermath of Hurricane Katrina, the Corps of Engineers (COE) took over constructing and improving the Westbank Hurricane levee system. The West Jefferson Levee District was replaced as the local sponsor by the Louisiana Coastal Protection and Restoration Authority (LCPRA). By 2011, the COE and the CPRA have essentially replaced or improved upon nearly every reach of the levee system that was previously capitalized by the WJLD. As such, all infrastructure improvements related to this levee system and the related accumulated depreciation were deleted from the books of the WJLD and transferred to the books of the LCPRA. The only asset remaining is the land purchased by WJLD as the footprint of the levee system, as this land remains titled in the name of the WJLD.

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4. Long-Term Debt

**Compensated Absences**

West authority employees, primarily those of the West Jefferson Levee District, earn annual and sick leave at various rates depending on the number of years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited.

Upon termination, an employee is compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, the number of hours of unused sick leave is computed and considered in computing the years of service for retirement benefit purposes. Compensatory time is accrued up to a balance of 240 hours at rate of time and one-half. An employee who exceeds 240 hours receives either monetary consideration or compensatory time for the amount of hours earned in excess of the 240 hour limit. Upon termination, an employee is paid for unused compensatory time. The amount outstanding at year end was \$298,157.

**Changes in Long-Term Debt**

The following is a summary of changes in general long-term obligations of the West Authority for the fiscal year ended June 30, 2014:

<u>Type of Debt</u>	<u>Balance 7/1/2013</u>	<u>Additions (Reductions)</u>	<u>Balance 6/30/2014</u>
Compensated Absences	273,482	24,675	298,157
Other Post Employment Benefits (Note H)	957,040	242,080	1,199,120
	<u>\$ 1,230,522</u>	<u>\$ 266,755</u>	<u>\$ 1,497,277</u>



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NOTE D – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

5. Fund Balance Components

The specific purpose details of fund balance categories are as follows:

Fund Balance/Category	SELFPA-W General Fund	WJLD O&M Special Revenue	ALD O&M Special Revenue	WJLD Westbank Hurricane Capital Project	Total
Committed to:					
Emergency Operations		\$ 1,555,306	\$ 837,630		\$ 2,392,936
Assigned to:					
Levee Operations & Maintenance		6,457,191	3,006,868		9,464,059
Westbank Hurricane Levee				8,036,530	8,036,530
Unassigned	80,810				80,810
Total Fund Balance	<u>\$ 80,810</u>	<u>\$ 8,012,497</u>	<u>\$ 3,844,498</u>	<u>\$ 8,036,530</u>	<u>\$ 19,974,335</u>

Under Policy and Procedures Memorandum 2010-101, the West Authority has created emergency reserve funds within the WJLD O&M and ALD O&M Special Revenue Funds. These committed reserves can only be spent when an emergency is declared by the Board. The fund balances assigned to Levee Operations & Maintenance reflect the designations placed on these funds by the ad valorem tax levies that fund these activities. The amount assigned to the Westbank Hurricane Levee project reflects the balance in the capital project fund that is being used to provide ancillary services to the Corps of Engineers and the Coastal Protections and Restoration Authority in the construction of the Westbank Hurricane Protection Levee (See Note F).

6. Interfund Transactions

**Inter-fund Transfers**

Fund	Transfers To/From	Transfer In	Transfer Out
SELFPA-W General Fund	WJLD O&M Special Revenue	\$ 375,000	\$ 112,092
	ALD O&M Special Revenue	125,000	19,835
		<u>500,000</u>	<u>131,927</u>
WJLD O&M Special Revenue	SELFPA-W General Fund	112,092	375,000
	ALD O&M Special Revenue	388,321	
		<u>500,413</u>	<u>375,000</u>
ALD O&M Special Revenue	SELFPA-W General Fund	19,835	125,000
	WJLD O&M Special Revenue		388,321
		<u>19,835</u>	<u>513,321</u>
Total All Funds		<u>\$ 1,020,248</u>	<u>\$ 1,020,248</u>

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NOTE D – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

In addition to the above transfers, the SELFPA-W General Fund and West Jefferson Levee and the Algiers Levee O & M Funds transferred \$5,401, \$6,292,706 and \$1,284,769, respectively, to the WJLD Westbank Hurricane Protection Capital Projects Fund.

**Inter-fund Receivables and Payables**

A summary of inter-fund balances on a GAAP basis at June 30, 2014 is as follows:

Fund	Due To/From	Due From	Due To
SELFPA-W General Fund	WJLD O&M Special Revenue	\$ -	\$ 133,199
	ALD O&M Special Revenue	-	-
		-	133,199
WJLD O&M Special Revenue	SELFPA-W General Fund	133,199	-
	ALD O&M Special Revenue	1,035,728	-
		1,168,927	-
ALD O&M Special Revenue	WJLD O&M Special Revenue	258,966	1,294,694
	WJLD Westbank Hurricane Protection Cap Proj	78,382	-
		337,348	1,294,694
WJLD Westbank Hurricane Protection Capital Proj	ALD O&M Special Revenue	-	78,382
		-	78,382
Total All Funds		\$ 1,506,275	\$ 1,506,275

Inter-fund balances/transfers are eliminated and not presented in the Statements of Net Position and Activities.

7. Ad Valorem Taxes

**West Jefferson Levee District**

Article 6, § 39 of the 1974 Louisiana Constitution provides that for the purposes of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and for all other purposes incidental thereto, the West Jefferson Levee District may levy annually, a tax not to exceed 5.00 mills. If the district needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.00 mills must be approved by a majority vote of the electorate.

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NOTE D – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (CONTINUED)

The district levies an ad valorem (property tax) on real property within the district boundaries to finance operations and maintenance activities. The levy is generally made as of November 15 of each year. The tax is then due, and becomes an enforceable lien on the property, on the first day of the month following the filing of the tax roll by the Parish Assessor with the Louisiana Tax Commission (usually December 1). The tax is delinquent 30 days after its due date.

Ad valorem taxes are levied based on property values determined by the Jefferson Parish Assessor's Office (a separate entity). All land and residential improvements are assessed at 10 percent of its fair market value, and other property at 15 percent of its fair market value. Taxes are billed and collected by the Jefferson Parish Sheriff's Office and Ex-Officio Tax Collector (a separate entity), which receives a certain millage for its services. The taxes remitted by the Sheriff to the district are net of assessor's commission and pension fund contributions.

The number of mills levied for operations and maintenance on the 2013 and the 2014 tax rolls were 5.03 for each year, with 2014 being a "non-roll forward" year. This millage rate generated revenues of \$5,119,588 in the current year.

**Algiers Levee District**

Article 6, § 39 of the 1974 Louisiana Constitution provides that for the purposes of constructing and maintaining levees, levee drainage, flood protection, hurricane flood protection, and for all other purposes incidental thereto, the Orleans Levee District may levy annually, a tax not to exceed 5.46 mills. If the district needs to raise additional funds in excess of the amount collected constitutionally, the taxes in excess of 5.46 mills must be approved by a majority vote of the electorate. The area covered by this tax includes the area included in the newly formed Algiers Levee District.

In 1983, the voters of the Parish of Orleans elected to continue a 6.55 mill tax on assessed property for a period of 30 years (1985 to 2015) to finance hurricane and flood protection projects and to fund the retirement of levee improvement bonds. An additional millage of 0.75 mills is levied pursuant to a special election held in 1974 to provide a "general maintenance" tax to finance the general maintenance expenditures of the Orleans Levee District. Again, the areas covered by these taxes include the area now governed by the newly created Algiers Levee District.

The actual millage rates levied for 2014 were 5.46 constitutional, 6.15 levee improvements, and 0.75 for general maintenance. These were slightly less than the amounts levied last year.

The Algiers Levee District levies an ad valorem (property tax) on real property within the district boundaries to finance operations and maintenance activities based on the assessed values of the prior August 15. As provided by LRS 47:1997(b), ad valorem taxes are assessed for the calendar year, become due on January 1

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of each year and delinquent on February 1 of each year. The taxes are generally collected between January and April of each year.

Ad valorem taxes are levied based on property values in the City of New Orleans determined by Elected Board of Assessors (a separate entity). All land and residential improvements are assessed at 10 percent of its fair market value, and other property at 15 percent of its fair market value. Taxes are billed and collected by the City's Revenue Department (a separate entity). The taxes are remitted by the City to the Algiers Levee District.

As noted previously, the Algiers Levee District was formed by Act 475 of the 2010 Legislative session by carving an area out of the Orleans Levee District and placing it under the control of the West Authority. For the current fiscal year, the following revenues were recognized in the amount of \$2,455,144.

For 2014, there was no state revenue sharing allocated to the ALD O&M Special Revenue Fund. It is believed that these funds were inadvertently distributed to the Orleans Levee District. The City of New Orleans is reviewing their calculations and distributions to determine the status of these funds.

8. Intergovernmental Revenues

Pursuant to Act 1 of the First Extraordinary Session of 2006, the State provided operating fund of up to \$500,000 to the West Authority. During 2014, as per the cooperative agreement with the State, the amount recognized by the West Authority totaled \$-0-.

NOTE E – COMMITMENT AND CONTINGENCIES

1. Risk Management

The West Authority and its component units are exposed to various risks of loss resulting from personal injury; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. To protect against these risks of loss, the West Authority purchases various types of insurance from commercial carriers.

Under these policies, general liability coverage is provided for up to a maximum of \$1,000,000 per occurrence (\$2,000,000 in the aggregate); automobile coverage is \$1,000,000 for combined single limits for all automobiles; \$2,000,000 for products/completed operations; and worker's compensation is provided at the statutory limits of \$1,000,000/\$1,000,000/\$1,000,000. In each policy, the West Authority or its component unit is responsible for the applicable deductible.

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NOTE E – COMMITMENT AND CONTINGENCIES (CONTINUED)

2. Contingent Liabilities

**Federal and State Financial Assistance**

Amounts received or receivable from grantor agencies are subject to audit and adjustments by grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the West Authority expects such amounts, if any, to be immaterial.

**Litigation**

The West Authority and its component units are defendants in a number of claims and lawsuits. The West Authority's attorney has reviewed these claims and lawsuits in order to evaluate the likelihood of an unfavorable outcome to the West Authority and to arrive at an estimate, if any, of the amount or range of potential loss to the West Authority.

As a result of such a review, the various claims and lawsuits have been categorized into "probable", "reasonably possible", and "remote" categories, as defined in GASB Codification Section C50 for Claims and Judgments. In the opinion of management, the West Authority has adequate legal defenses or insurance coverage with respect to each of these claims and lawsuits and does not believe that they will materially affect the West Authority's financial statements.

NOTE F – JOINT VENTURE – WESTBANK HURRICANE PROTECTION LEVEE

Pursuant to project cooperative agreement (PCA) dated December 18, 1980, the West Jefferson Levee District (WJLD) and the U.S. Army Corps of Engineers (COE) began constructing a hurricane protection levee system within the District's boundaries under a "cost-sharing" agreement. Under the original agreement, the project was limited to the West of Harvey Canal and the District was to provide 35 percent of the cost as a local match. The WJLD's share was to be made up of expropriations, easements, land acquisitions, relocation assistance and in-kind construction work.

In August 2005, Hurricane Katrina struck the area. In the aftermath of the storm, the Westbank and Vicinity Hurricane Levee project was modified and placed under the control of the COE.

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NOTE F – JOINT VENTURE – WESTBANK HURRICANE PROTECTION LEVEE (CONTINUED)

In the wake of Hurricane Katrina, several changes were made/proposed to the project. In December 2006, the United States Congress passed the 3<sup>rd</sup> Supplemental Emergency Bill which provided approximately \$200.0 million to the District to repair deficient flood-walls and to accelerate completion of those parts of the project not yet finished. 100 percent of the funding was to be provided by the Federal Government through the COE.

In June 2009, Congress passed the 4<sup>th</sup> Supplemental Emergency Bill which provided an additional \$495.0 million to raise the authorized elevation of levees in the area to meet the requirements of a 100 year event. Flood-wall construction was to be funded at 100 percent by the Federal Government, but levee construction was now funded at 65 percent Federal and 35 percent State/Local. This appropriation was to be spent on the Westbank Hurricane Protection levee and the Lake Ponchartrain Levee (managed by the East Jefferson Levee District). The bill did not allocate the funding between agencies/jurisdictions.

The 4<sup>th</sup> Supplemental Emergency Bill also provided \$1.584 billion to replace all flood-walls within the New Orleans Metropolitan area, including the Parishes of Orleans, St. Bernard, and Jefferson (which includes the area managed by the West Jefferson Levee District). The bill did not allocate the funding between agencies/jurisdictions.

The State amended the Project Cooperative Agreement (PCA) between the State DOTD, the COE, and the levee district to provide for these changes. Amendment No. 2 to the agreement defined the funding and responsibilities for the 3<sup>rd</sup> Supplemental Emergency Bill. Amendment No. 3 to the agreement addressed the funding and responsibilities for the 4<sup>th</sup> Supplemental Emergency Bill.

To provide for the continued construction of hurricane flood protection for coastal Louisiana, the State legislature amended existing legislations that created the Louisiana Coastal Protection and Restoration Authority (LCPRA) to add hurricane flood protection to its responsibility. This organization was charged with the duty of providing “one voice” from which to speak on all issues involving coastal restoration and hurricane protection for the State of Louisiana.

It is in this regard the LCPRA executed a Project Partnership Agreement with the U.S. Army Corps of Engineers (COE) on November 6, 2008, to cover the relationship between non-federal interests and the Corps for continued construction of the West Bank and Vicinity Hurricane Protection Project.

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NOTE F – JOINT VENTURE – WESTBANK HURRICANE PROTECTION LEVEE (CONTINUED)

In this agreement, the State agreed to provide for the 35% required nonfederal match needed for the project. Thus, the COE (federal agent) and the LCPRA (state agent) are now responsible for all construction, repairs, and expropriations related to this levee system. The Southeast Louisiana Flood Protection Authority – West (West Authority) through its West Jefferson Levee District accepted the responsibility of managing the duties of land acquisition and relocation of impacted utilities/facilities.

The cost of this activity is being borne by the LCPRA through the payment of reimbursable items as submitted by the West Jefferson Levee District. During 2014, the WJLD expended \$183,295 on surveys, abstracts, appraisals and other legal costs associated with land acquisitions for this project in the WJLD Westbank Hurricane Protection Levee Capital Project Fund. Of this amount, \$134,238 was reimbursed through the LCPRA under State Project No. 750-99-0102.

It should be noted that since these post-Katrina projects essentially replaced or greatly improved upon the original Westbank Hurricane Levee system constructed by the COE and the WJLD, the original infrastructure assets capitalized by WJLD were removed from the books of the West Authority in FY 2011.

NOTE G – OTHER INFORMATION

1. Pension Plan

**Plan Description and Provisions**

The West Authority contributes to the Louisiana State Employee's Retirement System (the "System"), a cost-sharing multiple-employer defined benefit public employee retirement system (PERS). The System is a statewide public retirement system for the benefit of State Agencies and their staffs, which is administered and controlled by a separate board of trustees. The System was established and provided for within Title 11 of Chapter 401 for the Louisiana Revised Statutes.

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NOTE G – OTHER INFORMATION (CONTINUED)

Contributions of participating agencies, together with shared local and state revenues, are pooled within the System to fund accrued benefits, with employer/employee contribution rates approved by the Legislature. The System provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan member and beneficiaries.

The System issues a publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to Louisiana State Employees' Retirement System, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809.

**Funding Policy**

In addition to ad valorem and insurance premium taxes that are remitted to the System (which constitute the major funding of the System), plan members are required by State statute to contribute 7.65 percent of gross salary and the West Authority is required to contribute at an actuarially determined rate. The current rate is 31.3 percent of annual covered payroll. The contribution requirements of plan members and the West Authority are established and may be amended by the System's Board of Trustees.

The contributions for the years ended June 30, 2014, 2013 and 2012 were \$477,022, \$439,895 and \$367,427. Respectively.

2. Deferred Compensation

The West Authority offers the employees of the West Jefferson Levee District a deferred compensation plan (the "plan") created in accordance with Internal Revenue Code (IRC) Section 457. The plan, available to all employees of the district, permits them to defer a portion of their salary until future years. The West Authority matches any contributions into the plan on a one-for-one basis up to \$68. During the year, the West Authority expended \$52,464 as a match on deferred compensation.



SOUTHEAST LOUISIANA  
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NOTES TO FINANCIAL STATEMENTS  
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NOTE G – OTHER INFORMATION (CONTINUED)

The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency. Investments are managed by the Plan's trustee (Great Western). The choice of the investment option(s) are made by the Plan participants. In 1996 the U.S. Congress passed the Small Business Job Protection Act of 1996, which requires that employer governments place all amounts deferred under IRC Section 457 into a trust for the exclusive benefit of participants and their beneficiaries. Thus, the District does not have ownership of the plan assets and does not report them in the West Authority's financial statements.

3. Post-employment Health Care Benefits

**Plan Description**

The West Authority participates in a fully insured health insurance and life insurance program administered by the Louisiana Office of Group Benefits (OGB).

Medical benefits are provided through the Louisiana Office of Group Benefits (OGB) and involve several statewide networks and one HMO with a premium structure by region. The plan provisions are contained in the official plan documents of the OGB, available at [www.groupbenefits.org-QuickLinks-Health Plans](http://www.groupbenefits.org-QuickLinks-HealthPlans). The OGB plan is a fully insured, multiple-employer arrangement and has been deemed to be an *agent multiple-employer plan* (within the meaning of paragraph 22 of GASB 45) for financial reporting purposes and for this valuation. The OGB "Medicare Advantage" plan has been assumed to apply to those employees after Medicare eligibility for purposes of this valuation. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Louisiana State Employees' Retirement System (LASERS), whose retirement eligibility (DROP entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service.

Life insurance coverage under OGB program is available to retirees by election and the blended rate (active and retired) is \$0.96 per \$1,000 of insurance. The employer pays 50% of the cost of the retiree life insurance. Since GASB 45 requires the use of "unblended" rates, we have used the 94GAR mortality table described above to "unblend" the rates so as to reproduce the composite blended rate overall as the rare structure to calculate the actuarial valuation results for life insurance. All of the assumptions used for the valuation of the medical benefits have been used except for the trend assumption; zero trend was used for life insurance. Insurance coverage amounts are reduced at age 65 and again at age 70 according to the OGB plan provisions.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE G – OTHER INFORMATION (CONTINUED)

**Contribution Rates**

Employees do not contribute to their post-employment benefits costs until they become retirees and begin receiving those benefits. The plan provisions and contribution rates are contained in the official plan documents of the OGB.

**Funding Policy**

Until 2007, the West Authority recognized the cost of providing post-employment medical and life benefits (the West Authority's portion of the retiree medical and life benefit premiums) as an expense when the benefit premiums were due and thus financed the cost of the post-employment benefits on a pay-as-you go basis. Effective with the fiscal year beginning July 1, 2008, the West Authority implemented Government Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions* (GASB 45). The funding policy is not to fund the ARC except to the extent of the current year's retiree funding costs.

In 2014 and 2013, the West Authority's portion of health care and life insurance funding cost for retired employees totaled \$100,465 and \$159,160, respectively. These amounts were applied toward the Net OPEB Benefit Obligation as shown in the following table.

**Annual Required Contribution**

The West Authority's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45. The ARC is the sum of the Normal Cost plus the contribution to amortize the Unfunded Actuarial Accrued Liability (UAAL). A level dollar, open amortization period of 30 years (the maximum amortization period allowed by GASB 43/45) has been used for the post-employment benefits. The total ARC for 2014 and 2013 is \$359,609 and \$365,279, as set forth below:

	2014	2013
Normal Cost	\$ 134,533	\$ 109,154
30-year UAL Amortization Amount	225,076	256,125
	<u>\$ 359,609</u>	<u>\$ 365,279</u>

SOUTHEAST LOUISIANA  
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NOTE G – OTHER INFORMATION (CONTINUED)

**Net Post-employment Benefit Obligations (Asset)**

The table below shows the West Authority's Net Other Post-employment Benefit (OPEB) Obligation for fiscal year ending June 30:

	2014	2013
Beginning Net OPEB Obligation:	\$ 957,040	\$ 764,552
Annual Required Contribution	359,609	365,279
Add: Interest on Net OPEB Obligation (Asset)	38,282	30,583
Less: ARC Adjustment	(55,346)	(44,214)
OPEB Cost	342,545	351,648
Less: Contributions	-	-
Less: Current Year Retiree Premiums	(100,465)	(159,160)
Change in Net OPEB Obligation	242,080	192,488
Ending Net OPEB Obligation	\$ 1,199,120	\$ 957,040

The following table shows the West Authority's annual post-employment benefits (PEB) cost, percentage of the cost contributed, and the net unfunded post-employment benefits (PEB) liability for this year and last year.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual Cost Contributed	Net PEB Liability (Asset)
6/30/2014	\$ 342,545	29.33%	\$ 1,199,120
6/30/2013	\$ 351,647	45.26%	\$ 957,040
6/30/2012	\$ 341,051	43.21%	\$ 764,552

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

NOTE G – OTHER INFORMATION (CONTINUED)

**Funded Status and Funding Progress**

In the fiscal years ending June 30, 2014 and 2013, the West Authority made no contributions to its post-employment benefits plan. The plan was not funded at all, has no assets, and hence has a funded ratio of zero. Based on the July 1, 2013 actuarial valuation, the Actuarial Accrued Liability (AAL) at the end of the year June 30, 2014 was \$4,047,668, which is defined as that portion, as determined by a particular actuarial cost method (the West Authority uses the Projected Unit Credit Cost Method), of the actuarial present value of post-employment plan benefits and expenses which is not provided by normal cost. Since the plan was not funded in fiscal year 2013/2014, the entire actuarial accrued liability of \$4,047,668 was unfunded.

	2014	2013
Actuarial Accrued Liability (AAL)	\$ 4,047,668	\$ 4,606,093
Actuarial Value of Plan Assets		
Unfunded Actuarial Accrued Liability (UAAL)	<u>\$ 4,047,668</u>	<u>\$ 4,606,093</u>
Funded Ratio (Actuarial Value of Assets/AAL)	0%	0%
Covered Payroll (active plan members)	<u>\$ 1,912,660</u>	<u>\$ 1,947,616</u>
UAAL as a percentage of covered payroll	211.63%	236.50%

**Actuarial Methods and Assumptions**

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. The actuarial valuation for post-employment benefits includes estimates and assumptions regarding (1) turnover rate; (2) retirement rate; (3) health care cost trend rate; (4) mortality rate; (5) discount rate (investment return assumption); and (6) the period to which the costs apply (past, current, or future years of service by employees). Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

The actuarial calculations are based on the types of benefits provided under the terms of the substantive plan (as understood by the West Authority and its employee plan members) at the time of the valuation and on the pattern of sharing costs between the West Authority and its plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations on the pattern of cost sharing between the West Authority and plan members in the future. Consistent with the long-term perspective of actuarial calculations, the actuarial methods and assumptions used included techniques that are designed to reduce short-term volatility in actuarial liabilities and the actuarial value of assets.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE G – OTHER INFORMATION (CONTINUED)

**Actuarial Cost Method**

The ARC is determined using the Projected Unit Credit Cost Method. The employer portion of the cost for retiree medical care in each future year is determined by projecting the current cost levels using the healthcare cost trend rate and discounting this projected amount to the valuation date using the other described pertinent actuarial assumptions, including the investment return assumption (discount rate), mortality, and turnover.

**Actuarial Value of Plan Assets**

Since OPEB obligation has not yet been funded, there are not any assets. It is anticipated that in future valuations, should funding take place, a smoother market value consistent with Actuarial Standards Board ASOP 6, as provided in paragraph number 125 of GASB Statement 45.

**Turnover Rate**

An age-related turnover scale based on actual experience as described by administrative staff has been used. The rates, when applied to the active employee census, produce an annual turnover of approximately 10%.

**Post-employment Benefit Plan Eligibility Requirements**

It is assumed that entitlement to benefits will commence five years after earliest eligibility to enter the DROP as described above under the heading “Plan Description”. This consists of a three year DROP period plus an additional two year delay. Medical benefits are provided to employees upon actual retirement. Employees are covered by the Louisiana State Employee’s Retirement System (LASERS), whose retirement eligibility (DROP entry) provisions as follows: 30 years of service at any age; age 55 and 25 years of service; or, age 60 and 10 years of service. Entitlement to benefits continues through Medicare to death.

**Investment Return Assumption (Discount Rate)**

GASB Statement 45 states that the investment return assumption should be the estimated long-term investment yield on the investments that are expected to be used to finance the payment of benefits (that is for a plan which is funded). Based on the assumption that the ARC will not be funded in the near future, we have performed this valuation using a 4% annual investment return assumption.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
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NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE G – OTHER INFORMATION (CONTINUED)

**Health Care Cost Trend Rate**

The expected rate of increase in medical cost is based on a grading schedule beginning with 8.0% annually, down to an ultimate annual rate of 5.0% for ten years out and later.

**Mortality Rate**

The 1994 Group Annuity Reserving (94GAR) table, projected to 2002, based on a fixed blend of 50% of the unloaded male mortality rate and 50% of the unloaded female mortality rate was used. This is a recently published mortality table which has been used in determining the value of accrued benefits in defined benefit pension plans. Projected future mortality improvement has not been used since it is our opinion that this table contains a sufficiently conservative margin for the population involved in this valuation.

**Method of Determining Value of Benefits**

The “value of benefits” has been assumed to be the portion of the premium after retirement date expected to be paid by the West Authority for each retiree and has been used as the basis for calculating the actuarial present value of OPEB benefits to be paid. The OGB medical rates provided are “unblended” rates for active and retired as required by GASB 45 for valuation purposes. For current and future retirees after age 65, it has been assumed that 50% elect the OGB Medicare Advantage program and 50% elect the standard OGB post-65 program.

**Inflation Rate**

Included in both the Investment Return Assumption and the Healthcare Cost Trend rates noted above is an implicit inflation assumption of 2.50% annually.

**Projected Salary Increase**

This assumption is not applicable since neither the benefit structure nor the valuation methodology involves salary.

**Post-retirement Benefit Increases**

The plan benefit provisions in effect for retirees as of the valuation date have been used and it has been assumed for valuation purposes that there will not be any changes in the future.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
STATE OF LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2014

NOTE G – OTHER INFORMATION (CONTINUED)

**OPEB Costs and Contributions – Last Three Fiscal Years**

Listed in the table below is a summary of OPEB costs and contributions for the last three fiscal years.

	OPEB Costs and Contributions		
	2014	2013	2012
OPEB Cost	\$ 342,545	\$ 351,648	\$ 341,051
Contributions	-	-	-
Retiree Premiums	100,465	159,160	147,370
Total Contributions and Premiums	100,465	159,160	147,370
Change in net OPEB Obligation	\$ 242,080	\$ 192,488	\$ 193,681
% of Contribution to Cost	0.00%	0.00%	0.00%
% of Contributions plus Premiums to Cost	29.33%	45.26%	43.21%

NOTE H – SUBSEQUENT EVENTS

Management has evaluated events through August 29, 2014, the date which the financial statements were available for issue. There were no items to be reported as subsequent events.

SOUTHEAST LOUISIANA FLOOR PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

GENERAL FUND  
SCHEDULE OF EXPENDITURES-BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP Actual	Budgetary	Budgetary	Final	Variance With	Original
EXPENDITURES						
CURRENT						
PUBLIC WORKS						
EXECUTIVE						
Commissioners' per diem	\$ 44,014	\$ -	\$ 44,014	\$ 45,000	\$ 986	\$ 30,000
Travel	12,670	-	12,670	13,000	330	12,000
Payroll taxes	12	-	12	13	1	10
Official journal	2,846	-	2,846	3,000	154	2,000
Dues and subscriptions	6,183	-	6,183	6,250	67	3,000
Professional services		-	-		-	
Legal	14,789	-	14,789	15,000	211	7,560
Accounting and auditing	875	-	875	875	-	875
Computer	9,995	-	9,995	10,500	505	12,950
Other	20,338	-	20,338	18,900	(1,438)	10,500
Total Executive	111,722	-	111,722	112,538	816	78,895
ADMINISTRATIVE						
Salaries	211,168	-	211,168	217,767	6,599	201,042
Health and life insurance	27,736	-	27,736	28,238	502	26,500
Retirement	62,937	-	62,937	62,459	(478)	50,000
Deferred compensation match	4,352	-	4,352	4,352	-	8,000
Payroll taxes	3,080	-	3,080	3,185	105	3,000
Employee physicals and testing	-	-	-	-	-	2,500
Travel	429	-	429	350	(79)	500
Postage	1,642	-	1,642	1,700	58	2,000
Office supplies	15,932	-	15,932	16,000	68	15,000
Repairs and maintenance						
Buildings	-	-	-	-	-	-
Equipment	4,153	-	4,153	4,250	97	5,000
Telephone	7,241	-	7,241	7,401	160	9,000
Internet	39,544	-	39,544	40,000	456	40,000
Equipmental rental	10,370	-	10,370	10,469	99	15,000
Total Administrative	388,584	-	388,584	396,171	7,587	377,542
MAINTENANCE						
Utilities	4,621	-	4,621	4,752	131	5,414
General supplies	-	-	-	-	-	-
Total Maintenance	4,621	-	4,621	4,752	131	5,414
NON-DEPARTMENTAL						
Insurance premiums	18,479	-	18,479	18,480	1	2,250
CAPITAL OUTLAY						
Property, plans and equipment	3,411	-	3,411	3,500	89	15,000
Levee construction projects	-	-	-	-	-	-
Total Capital Outlay	3,411	-	3,411	3,500	89	15,000
TOTAL EXPENDITURES	\$ 526,817	\$ -	\$ 526,817	\$ 535,441	\$ 8,624	\$ 479,101



SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

WEST JEFFERSON LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE-SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES-BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
REVENUES						
Taxes						
Property taxes	\$ 5,119,588	\$ -	\$ 5,119,588	\$ 5,127,784	\$ (8,196)	\$ 4,750,000
Intergovernmental						
FEMA Reimbursements	67,912	67,912	-	-	-	-
State Revenue Sharing	463,420	-	463,420	463,420	-	428,699
SELFPA-W Admin Fee	-	-	-	-	-	-
	531,332	67,912	463,420	463,420	-	428,699
Service charges, fees and commissions						
Oil & gas royalties	61,853	-	61,853	64,444	(2,591)	41,579
Permit fees	1,575	-	1,575	1,775	(200)	-
	63,428	-	63,428	66,219	(2,791)	41,579
Interest						
Interest income	38,162	24,198	13,964	14,000	(36)	-
Miscellaneous	26,275	-	26,275	13,500	12,775	-
TOTAL REVENUES	\$ 5,778,785	\$ 92,110	\$ 5,686,675	\$ 5,684,923	\$ 1,752	\$ 5,220,278

SOUTHEAST LOUISIANA FLOOD PROTECTION-WEST  
STATE OF LOUISIANA  
WEST JEFFERSON LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE-SPECIAL REVENUE FUND  
SCHEDULE OF EXPENDITURES-BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
EXPENDITURES						
CURRENT						
PUBLIC WORKS						
EXECUTIVE						
Dues and subscriptions	\$ 3,116	\$ -	\$ 3,116	\$ 3,125	\$ 9	\$ 2,500
Professional services						
Legal	139,440	-	139,440	135,000	(4,440)	71,280
Accounting and auditing	8,250	-	8,250	8,250	-	8,100
Computer	94,238	-	94,238	95,000	762	122,100
Other consultants	191,760	-	191,760	174,200	(17,560)	99,000
Total Executive	436,804	-	436,804	415,575	(21,229)	302,980
ADMINISTRATIVE						
Salaries	146,702	-	146,702	143,484	(3,218)	261,000
Health and life insurance	36,672	-	36,672	36,326	(346)	38,629
Retirement	39,542	-	39,542	39,808	266	62,000
Deferred compensation match	4,556	-	4,556	4,556	-	4,322
Payroll taxes	1,877	-	1,877	2,000	123	3,788
Worker's compensation	4,122	-	4,122	4,122	-	4,479
Civil service fees	8,083	-	8,083	8,083	-	7,000
Travel	2,721	-	2,721	2,850	129	1,000
Employee certifications	4,086	-	4,086	4,100	14	7,000
Postage	371	-	371	400	29	1,000
Office supplies	5,269	-	5,269	5,500	231	5,000
Repairs and maintenance						
Buildings	39,649	-	39,649	44,976	5,327	20,000
Equipment	3,202	-	3,202	3,125	(77)	2,500
Telephone	553	-	553	-	(553)	-
Internet	13,501	-	13,501	13,500	(1)	20,000
Property and equipment rental	-	-	-	-	-	-
Total Administrative	310,906	-	310,906	312,830	1,924	437,718
MAINTENANCE						
Salaries	1,598,551	12,682	1,585,869	1,561,743	(24,126)	1,420,900
Health and life insurance	429,271	-	429,271	429,841	570	466,004
Retirement	374,542	-	374,542	375,043	501	335,000
Deferred compensation match	43,556	-	43,556	43,556	-	36,536
Payroll taxes	16,838	-	16,838	16,904	66	17,252
Worker's compensation	37,102	-	37,102	37,102	-	40,314
Unemployment insurance	3,458	-	3,458	-	(3,458)	-
Uniforms	17,881	-	17,881	18,852	971	22,745
Employee physicals and testing	6,848	-	6,848	7,180	332	6,904
Travel	56	-	56	75	19	500
Repairs and maintenance						
Buildings	64,713	-	64,713	64,194	(519)	60,000
Equipment rental	13,400	13,400	-	-	-	-
Insurance-vehicles	40,871	-	40,871	40,871	-	38,000
Utilities	42,542	-	42,542	39,335	(3,207)	34,424
Property and equipment rental	18,769	-	18,769	19,220	451	65,000
Professional services-surveying	4,301	-	4,301	-	(4,301)	-
Parts and supplies	62,890	-	62,890	61,977	(913)	66,000
Outside repairs	70,066	-	70,066	69,750	(316)	84,494
Small tools and equipment	8,390	-	8,390	8,626	236	7,377
Gas and oil	99,630	-	99,630	101,600	1,970	121,200
Other consultants	4,966	4,966	-	-	-	-
Tires	7,191	-	7,191	7,397	206	9,722
Levee supplies	26,641	-	26,641	28,009	1,368	25,000
Levee maintenance and repair	10,583	-	10,583	10,000	(583)	15,000
General supplies	33,545	9,799	23,746	24,927	1,181	25,000
Total Maintenance	3,036,601	40,847	2,995,754	2,966,202	(29,552)	2,897,372
NON-DEPARTMENTAL						
Insurance premiums	192,769	-	192,769	192,770	1	179,500
Ad valorem tax withholdings and commissions						
Assessor	74,586	-	74,586	73,632	(954)	52,832
Sheriff	4,282	-	4,282	2,480	(1,802)	3,014
State retirement systems	159,322	-	159,322	159,322	-	153,714
Total Non-Departmental	430,959	-	430,959	428,204	(2,755)	389,060
CAPITAL OUTLAY						
Property, plant and equipment	244,481	-	244,481	246,650	2,169	353,500
Levee construction projects	-	-	-	-	-	-
	244,481	-	244,481	246,650	2,169	353,500
TOTAL EXPENDITURES	\$ 4,459,751	\$ 40,847	\$ 4,418,904	\$ 4,369,461	\$ (49,443)	\$ 4,380,630

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE-SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES-BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
REVENUES						
Taxes						
Property taxes	\$ 2,455,144	\$ -	\$ 2,455,144	\$ 2,503,278	\$ (48,134)	\$ 2,612,747
Intergovernmental						
State Revenue Sharing	-	-	-	-	-	41,456
SELFPA-W Admin Fee	-	-	-	-	-	-
Federal or State Grants	337,348	337,348	-	-	-	-
	337,348	337,348	-	-	-	41,456
Service charges, fees and commissions						
Oil & gas royalties	-	-	-	-	-	-
Permit fees	1,450	-	1,450	1,500	(50)	-
	1,450	-	1,450	1,500	(50)	-
Interest						
Interest income	12,471	5,190	7,281	7,300	(19)	-
Miscellaneous	2,500	-	2,500	2,500	-	-
TOTAL REVENUES	\$ 2,808,913	\$ 342,538	\$ 2,466,375	\$ 2,514,578	\$ (48,203)	\$ 2,654,203

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT  
OPERATIONS AND MAINTENANCE-SPECIAL REVENUE FUND  
SCHEDULE OF EXPENDITURES-BUDGET AND ACTUAL (BUDGETARY BASIS)  
FOR THE YEAR ENDED JUNE 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
EXPENDITURES						
CURRENT						
PUBLIC WORKS						
EXECUTIVE						
Official journal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dues and subscriptions	3,091	-	3,091	3,125	34	2,500
Professional services						
Legal	87,713	-	87,713	85,000	(2,713)	29,160
Accounting and auditing	3,375	-	3,375	3,375	-	3,325
Computer	38,552	-	38,552	39,500	948	49,950
Consultants	84,122	-	84,122	76,900	(7,222)	40,500
Total Executive	216,853	-	216,853	207,900	(8,953)	125,435
ADMINISTRATIVE						
Postage	371	-	371	400	29	1,000
Office supplies	5,269	-	5,269	5,500	231	5,000
Repairs and maintenance						
Buildings	9,845	-	9,845	12,136	2,291	10,000
Equipment	2,419	-	2,419	2,425	6	2,500
Telephone	748	-	748	761	13	1,000
Internet	13,501	-	13,501	13,501	-	20,000
Total Administrative	32,153	-	32,153	34,723	2,570	39,500
MAINTENANCE						
Repairs and maintenance						
Buildings	29,455	-	29,455	31,353	1,898	30,000
Insurance-vehicles	13,989	-	13,989	13,989	-	14,000
Utilities	19,781	-	19,781	18,725	(1,056)	15,472
Property and equipment rental	858	-	858	858	-	15,000
Parts and supplies	21,345	-	21,345	21,117	(228)	23,500
Outside repairs and maintenance	22,068	-	22,068	23,250	1,182	28,601
Small tools and equipment	2,872	-	2,872	2,885	13	2,525
Gas and oil	36,609	-	36,609	38,861	2,252	43,095
Tires	2,461	-	2,461	2,591	130	3,327
Levee maintenance and supplies	30,980	-	30,980	31,924	944	40,000
Total Maintenance	180,418	-	180,418	185,553	5,135	215,520
NON-DEPARTMENTAL						
Insurance premiums	65,981	-	65,981	65,981	-	64,500
CAPITAL OUTLAY						
Property, plant and equipment	28,077	-	28,077	28,100	23	73,500
Levee construction projects	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 523,482	\$ -	\$ 523,482	\$ 522,257	\$ (1,225)	\$ 518,455

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

WEST JEFFERSON LEVEE DISTRICT EMERGENCY FUND-SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY AND GAAP)  
For The Year Ended June 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
<b>REVENUES</b>						
Intergovernmental						
Federal	\$ -	\$ (67,912)	\$ 67,912	\$ 67,912	\$ -	\$ -
State	-	-	-	-	-	-
Interest	-	(24,198)	24,198	25,265	(1,067)	-
Miscellaneous	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<b>-</b>	<b>(92,110)</b>	<b>92,110</b>	<b>93,177</b>	<b>(1,067)</b>	<b>-</b>
<b>EXPENDITURES</b>						
<b>MAINTENANCE</b>						
PERSONNEL						
Maintenance	-	(12,682)	12,682	12,685	3	-
<b>TOTAL PERSONNEL</b>	<b>-</b>	<b>(12,682)</b>	<b>12,682</b>	<b>12,685</b>	<b>3</b>	<b>-</b>
PROFESSIONAL SERVICES						
Other consultants	-	(4,966)	4,966	4,970	4	-
<b>TOTAL PROFESSIONAL SERVICES</b>	<b>-</b>	<b>(4,966)</b>	<b>4,966</b>	<b>4,970</b>	<b>4</b>	<b>-</b>
REPAIRS AND MAINTENANCE						
Maintenance						
Equipment rental	-	(13,400)	13,400	13,500	100	-
Levee materials	-	(9,799)	9,799	9,800	1	-
<b>TOTAL REPAIRS AND MAINTENANCE</b>	<b>-</b>	<b>(23,199)</b>	<b>23,199</b>	<b>23,300</b>	<b>101</b>	<b>-</b>
<b>SUBTOTAL-CURRENT EXPENDITURES</b>	<b>-</b>	<b>(40,847)</b>	<b>40,847</b>	<b>40,955</b>	<b>108</b>	<b>-</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	-	-	-	-	-	-
Transfers Out	-	6,288,643	(6,288,643)	(6,297,741)	9,098	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>6,288,643</b>	<b>(6,288,643)</b>	<b>(6,297,741)</b>	<b>9,098</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)</b>	<b>-</b>	<b>6,237,380</b>	<b>(6,237,380)</b>	<b>(6,245,519)</b>	<b>8,139</b>	<b>-</b>
<b>FUND BALANCE</b>						
Beginning of year	-	(7,792,686)	7,792,686	7,792,686	-	-
End of year	\$ -	\$ (1,555,306)	\$ 1,555,306	\$ 1,547,167	\$ 8,139	\$ -

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

ALGIERS LEVEE DISTRICT EMERGENCY FUND-SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY AND GAAP)  
For The Year Ended June 30, 2014

	GAAP Actual	Budgetary to GAAP Differences	Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original Budget
REVENUES						
Intergovernmental						
Federal	\$ -	\$ (337,348)	\$ 337,348	\$ 337,348	\$ -	\$ -
State	-	-	-	-	-	-
Interest	-	(5,190)	5,190	5,354	(164)	-
TOTAL REVENUES	-	(342,538)	342,538	342,702	(164)	-
EXPENDITURES						
MAINTENANCE						
REPAIRS AND MAINTENANCE						
Maintenance						
Building	-	-	-	-	-	-
Outside repairs	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Parts and supplies	-	-	-	-	-	-
Uniforms	-	-	-	-	-	-
Tires	-	-	-	-	-	-
TOTAL REPAIRS AND MAINTENANCE	-	-	-	-	-	-
CAPITAL OUTLAY						
Equipment	-	-	-	-	-	-
Vehicles and heavy equipment	-	-	-	-	-	-
TOTAL CAPITAL OUTLAY	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	-	-	-	-
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	1,285,135	(1,285,135)	(1,285,135)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	1,285,135	(1,285,135)	(1,285,135)	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	-	942,597	(942,597)	(942,433)	(164)	-
FUND BALANCE						
Beginning of year	-	(1,780,227)	1,780,227	1,780,227	-	-
End of year	\$ -	\$ (837,630)	\$ 837,630	\$ 837,794	\$ (164)	\$ -

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

WESTBANK HURRICANE PROTECTION LEVEE CAPITAL PROJECT FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE (BUDGETARY AND GAAP)  
For The Year Ended June 30, 2014

	GAAP Actual	Budgetary GAAP Differences	to Budgetary Actual	Final Budget	Variance With Final Budget Positive (Negative)	Original	Budget
REVENUES							
Intergovernmental							
Federal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
State	134,238	-	134,238	-	134,238	-	-
Interest	2,634	-	2,634	-	2,634	-	-
TOTAL REVENUES	136,872	-	136,872	-	136,872	-	-
EXPENDITURES							
ADMINISTRATIVE							
Abstract and title	12,150	-	12,150	-	(12,150)	-	-
Appraisal fees	525	-	525	-	(525)	-	-
Attorney Fees	74,330	-	74,330	-	(74,330)	-	-
Engineering consultant	46,886	-	46,886	-	(46,886)	-	-
Escrow bank charges	2,000	-	2,000	-	(2,000)	-	-
Other consultant	45,944	-	45,944	-	(45,944)	-	-
Surveying fees	1,460	-	1,460	-	(1,460)	-	-
TOTAL REPAIRS AND MAINTENANCE	183,295	-	183,295	-	(183,295)	-	-
OTHER FINANCING SOURCES (USES)							
Transfers in	7,582,876	-	7,582,876	-	7,582,876	-	-
Transfers out	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	7,582,876	-	7,582,876	-	7,582,876	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	7,536,453	-	7,536,453	-	7,536,453	-	-
FUND BALANCE							
Beginning of year	500,077	-	500,077	-	500,077	-	-
End of year	\$ 8,036,530	\$ -	\$ 8,036,530	\$ -	\$ 8,036,530	\$ -	-

SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

SCHEDULE OF COMISSIONERS' PER DIEMS  
For The Year Ended June 30, 2014

NAME	PER DIEM PAID
Edward Cammnetar	\$ 3,146
Paul Dauphin	5,117
Kendall Gaddy	3,801
Kerwin Julien	604
Susan Maclay (1)	12,000
Michael Merritt	12,559
Gerard Viera	3,187
Wesley Wilkinson	3,600
	<u>\$ 44,014</u>

1- the President of the Board is paid \$1,000 per month



SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY-WEST  
STATE OF LOUISIANA

SCHEDULE OF STATE FUNDING  
For The Year Ended June 30, 2014

<u>DESCRIPTION OF FUNDING</u>	<u>AMOUNT</u>
General Revenues:	
State Revenue Sharing	
West Jefferson Levee District	\$ 463,420
Algiers Levee District	-
	<u>463,420</u>
Capital Grants:	
Coastal Protection and Restoration Fund- DOTD State Project No. 750-99-0102 (WB Hurricane and Protection Levee)	<u>134,238</u>
TOTAL	<u>\$ 597,658</u>



**Broussard & Company**  
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

Board of Commissioners  
Southeast Louisiana Flood Protection Authority – West  
Marrero, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, the aggregate remaining fund information of the Southeast Louisiana Flood Control Authority – West (the “West Authority”), which is a component unit of the State of Louisiana, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the West Authority’s basic financial statements and have issued my report thereon dated August 29, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit, I considered the West Authority’s internal control over financial reporting (internal control) to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the West Authority’s internal control. Accordingly, we do not express an opinion on the effectiveness of the West’s Authority’s internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the West Authority’s financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weakness or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit, I did not identify any deficiencies in internal control that I consider to be a material weakness. However, material weakness may exist that have not been identified. I did identify a deficiency in internal control described in the accompanying Schedule of Findings and Responses that I consider to be a significant deficiency in internal control over financial reporting (see 14-01).

### **Compliance and Other Matters**

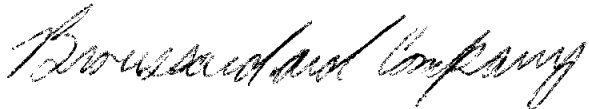
As part of obtaining reasonable assurance about whether the West Authority's financial statements are free of material misstatement, I performed tests of its compliance with certain provision of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **West Authority's Responses to Findings**

The West Authority's response to the finding identified in my audit is described in the accompanying Schedule of Finding and Responses. The West Authority's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

### **Purpose of the Report**

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the West Authority's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script, likely reading "Brown and Company", written in dark ink.

Lake Charles, Louisiana  
August 29, 2014

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
State of Louisiana

SCHEDULE OF FINDINGS AND RESPONSES  
For the Fiscal Year Ended June 30, 2014

We have audited the financial statements of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”), a component unit of the State of Louisiana, as of and for the year ended June 30, 2014, and have issued my report thereon dated August 27, 2014. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**A. Summary of Auditor’s Results**

1. The auditor’s report expresses an unmodified opinion on the financial statements of the Southeast Louisiana Flood Protection Authority – West (the “West Authority”) for the year ended June 30, 2014.
2. Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit Performed in Accordance with *Government Auditing Standards*.
  - Significant deficiencies relating to the audit of the financial statements are reported (see below).
  - No material weaknesses were noted.
  - No instances of noncompliance material to the financial statements were noted.
3. The West Authority was not subject to a Single Audit under OMB Circular A-133.
4. No separate written management letter was issued for the year ended June 30, 2014.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
State of Louisiana

SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)  
For the Fiscal Year Ended June 30, 2014

**B. Financial Statement Findings**

SIGNIFICANT DEFICIENCIES

14-01 – Preparation of Financial Statements by Auditor

Condition and Criteria

The West Authority does not have controls in place for proper oversight of its financial reporting and for the preparation of financial statements in accordance with generally accepted accounting principle. As is common in small organizations, the West Authority has chosen to engage the auditor to prepare its annual financial statements. This condition is intentional by management, along with the cost effectiveness of acquiring the ability to prepare the financial statements in accordance with generally accepted accounting principles.

Cause

Recently issued Statement of Auditing Standards (SAS) 115 requires that I report the above condition as a control deficiency. The SAS does not provide exceptions to reporting deficiencies that are mitigated with non-audit services rendered by the auditor or deficiencies for which the remedy would be cost prohibitive or otherwise impractical.

Recommendation

As mentioned, whether or not it would be cost effective to cure a control deficiency is not a factor in applying SAS 115's reporting requirements. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all the deficiencies noted under SAS 115. In this case, I do not believe that curing the significant deficiency described in this finding would be cost effective or practical and accordingly, I do not believe any corrective action is necessary.

Management's Response

The West Authority's staff is familiar with the day-to-day accounting requirements, however, due to limited staffing and funding, we do not consider it practical to provide sufficient training to our staff in order to eliminate this condition and can only continue to rely on the auditor to prepare the financial statements at this time.

SOUTHEAST LOUISIANA  
FLOOD PROTECTION AUTHORITY – WEST  
State of Louisiana

SCHEDULE OF FINDINGS AND RESPONSES (CONTINUED)  
For the Fiscal Year Ended June 30, 2014

**C. Federal Award Findings and Questioned Costs**

Not Applicable

**D. Status of Prior Year Findings and Questioned Costs**

The status of findings and questioned costs noted in the prior year are as follows:

Findings Related to the Financial Audit

Prior Year Comment No.	Description	Status
SD 13-01	Preparation of financial statements by External Auditor	Not Resolved. See Current Year Comment 14-01.

Findings and Questioned Costs – Major Federal Award Programs Audit

Not Applicable

**E. Status of Prior Year Management Letter Comments**

Not Applicable

## DIVISION OF ADMINISTRATION REPORTING PACKAGE

Southeast Louisiana Flood Protection Authority - West  
STATE OF LOUISIANA  
Annual Financial Statements  
June 30, 2014

C O N T E N T S

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Statement of Cash Flows	D
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C.	Deposits with Financial Institutions and Investments (See Appendices Packet - Appendix A at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	2
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Q.	Revenues or Receivables – Pledged or Sold (GASB 48) (See Appendices Packet - Appendix E at <a href="http://www.doa.louisiana.gov/OSRAP/afrpackets.htm">http://www.doa.louisiana.gov/OSRAP/afrpackets.htm</a> )	11
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15	Schedule of Comparison Figures and Instructions
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**The Appendices Packet is located as a separate packet on OSRAP's website at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>.**

STATE OF LOUISIANA  
Annual Financial Statements  
Fiscal Year Ended June 30, 20 14

Southeast Louisiana Flood Protection Authority-West  
7001 River Road  
Marrero, LA 70072  
(Agency Name & Mailing Address)

Division of Administration  
Office of Statewide Reporting  
and Accounting Policy  
P. O. Box 94095  
Baton Rouge, Louisiana 70804-9095

Legislative Auditor  
P. O. Box 94397  
Baton Rouge, Louisiana 70804-9397

**LLAFileroom@lla.la.gov**

Physical Address:  
1201 N. Third Street  
Claiborne Building, 6<sup>th</sup> Floor, Suite 6-130  
Baton Rouge, Louisiana 70802

Physical Address:  
1600 N. Third Street  
Baton Rouge, Louisiana 70802

AFFIDAVIT

Personally came and appeared before the undersigned authority, Susan MacLay, President (Name)  
(Title) of Southeast Louisiana Flood Protection Authority-West (Agency) who duly sworn, deposes and says, that the financial  
statements herewith given present fairly the financial position of the West Authority (agency) at June  
30, 14 and the results of operations for the year then ended in accordance with policies and practices established  
by the Division of Administration or in accordance with Generally Accepted Accounting Principles as prescribed  
by the Governmental Accounting Standards Board. Sworn and subscribed before me, this 8<sup>th</sup> day of  
August, 20 14.

Susan H. MacLay  
Signature of Agency Official

[Signature]  
NOTARY PUBLIC

Prepared by: BRAD BOSCH

Title: Accountant I

Telephone No.: 504-371-6866

Date: 8/8/2014

Email Address: bbosch@slfpa.org

## GENERAL INSTRUCTIONS FOR THE BUSINESS-TYPE ACTIVITY AFR PACKET

Please use the following matrix to determine if your entity should prepare the MD&A or the Statement of Activities. To use the matrix, find your entity in the chart (in alphabetical order by fund type) then follow the “X” across. An “X” indicates that the applicable statement or schedule should be completed and included in your entity’s AFR. If you are unable to locate your entity on the matrix, contact OSRAP for further instructions.

Note: If your entity is identified as an internal service fund on the matrix, **do not** complete Note J(2) Schedule B for LEAF Capital Leases. You should complete all other applicable sections of Note J.

BTA Matrix FYE 6/30/ 2014	Statement	
	MD&A	SOA C
<b>Enterprise Funds:</b>		
Addictive Disorder Regulatory Authority		X
Barbers Examiners Board		X
Board of Examiners of Certified Shorthand Reporters		X
Board of Examiners of Nursing Facilities Administrators		X
Brownsfield Cleanup Revolving Fund		X
Chiropractic Examiners Board		X
Clean Water State Revolving Fund		X
Crawfish Promotion and Research Board		X
Dairy Industry Promotion Board		X
Donald J. Thibodeaux Training Academy		X
Drinking Water Revolving Loan Fund		X
Federal Property Assistance		X
LA Coastal Protection & Restoration Financing Corporation		X
Licensed Professional Counselors Board of Examiners		X
Louisiana Agricultural Finance Authority		X
Louisiana Animal Welfare Commission		X
Louisiana Auctioneers Licensing Board		X
Louisiana Behavioral Analyst Board		X
Louisiana Board of Architectural Examiners		X
Louisiana Board of Examiners for Speech-Language Pathology and Audiology		X
Louisiana Board of Examiners in Dietetics and Nutrition		X
Louisiana Board of Interior Designers		X
Louisiana Board of Massage Therapy		X
Louisiana Board of Pharmacy		X
Louisiana Board of Professional Geoscientists		X
Louisiana Board of Wholesale Drug Distributors		X
Louisiana Catfish Promotion and Research Board		X

BTA Matrix FYE 6/30/ 2014		Statement SOA C
MD&A		
<b>Enterprise Funds</b>		
Louisiana Cemetery Board		X
Louisiana Community and Technical Colleges System		X
Louisiana Gulf Opportunity Zone Loan Fund		X
Louisiana Licensed Professional Vocational Rehabilitation Counselors Board		X
Louisiana Physical Therapy Board		X
Louisiana Professional Engineering & Land Surveying Board		X
Louisiana Property Assistance Agency		X
Louisiana Real Estate Appraisers State Board of Certification		X
Louisiana Real Estate Commission		X
Louisiana Rice Promotion Board		X
Louisiana Rice Research Board		X
Louisiana Soybean and Grain Research and Promotion Board		X
Louisiana State Board for Hearing Aid Dealers		X
Louisiana State Board of Dentistry		X
Louisiana State Board of Electrolysis Examiners		X
Louisiana State Board of Embalmers and Funeral Directors		X
Louisiana State Board of Examiners for Sanitarians		X
Louisiana State Board of Medical Examiners		X
Louisiana State Board of Nursing		X
Louisiana State Board of Optometry Examiners		X
Louisiana State Board of Practical Nurse Examiners		X
Louisiana State Board of Social Workers Examiners		X
Louisiana State Polygraph Board		X
Louisiana Strawberry Marketing Board		X
Louisiana Sweet Potato Advertising and Development Commission		X
Louisiana Tax Free Shopping Commission		X
Louisiana Transportation Authority		
Prison Enterprises		X
Radio Logic Technology Board of Examiners		X
State Board of Certified Public Accountants of Louisiana		X
State Board of Examiners of Psychologists		X
State Board of Veterinary Medicine		X
State Boxing and Wrestling Commission		X
Unemployment Trust Fund – Louisiana Workforce Commission		X
<b>Internal Service Funds</b>		
Administrative Services		
Louisiana Correctional Facilities Corporation		
Louisiana Office Building Corporation		
Office Facilities Corporation		
Office of Aircraft Services		
Office of Telecommunications Management		
<b>Discrete Component Units</b>		
Acadiana Area Human Services District		X
Algiers Park Commission		X
Ascension St. James Airport and Transportation Authority	X	X
Atchafalaya Basin Levee District	X	X
Bayou D'Arbonne Lake Watershed District	X	X

BTA Matrix FYE 6/30/2014	Statement	
	MD&A	SOA C
<b>Discrete Component Units:</b>		
Bossier Levee District	X	X
Bunches Bend Protection District	X	X
Caddo Levee District	X	X
Capital Area Human Services District	X	X
Central Louisiana Human Service Authority	X	X
Ernest N. Morial New Orleans Exhibition Hall Authority	X	X
Fifth Louisiana Levee District	X	X
Florida Parishes Human Services Authority		X
Foundation for Excellence in Louisiana Public Broadcasting		X
Grand Isle Levee District	X	X
Greater Baton Rouge Port Commission	X	X
Greater New Orleans Expressway Commission	X	X
Imperial Calcasieu Human Service Authority	X	X
Jefferson Parish Human Services Authority	X	X
Lafitte Area Independent Levee District	X	X
Lafourche Basin Levee District	X	X
Louisiana Beef Industry Council		X
La Cancer Research Center of LSU HSC in NO/Tulane Health Sciences Ctr.	X	X
Louisiana Board of Cosmetology		X
Louisiana Citizens Property Insurance Corporation	X	X
Louisiana Economic Development Corporation	X	X
Louisiana Egg Commission		X
Louisiana Housing Corporation	X	X
Louisiana Lottery Corporation	X	X
Louisiana Motor Vehicle Commission		X
Louisiana Public Facilities Authority	X	X
Louisiana Stadium and Exposition District	X	X
Louisiana State Board of Private Investigators Examiners		X
Louisiana State Board of Private Security Examiners		X
Louisiana Utilities Restoration Corporation	X	X
Metropolitan Human Services Authority		X
Natchitoches Historic District Development Commission		X
Natchitoches Levee and Drainage District	X	X
Nineteenth Louisiana Levee District	X	X
North Bossier Levee and Drainage District		
North Lafourche Conservation, Levee and Drainage District	X	X
Northeast Delta Human Services Authority		X
Northwest Louisiana Human Service Authority	X	X
Ouachita Expressway Authority	X	X
Ponchartrain Levee District	X	X
Red River Levee and Drainage District	X	X
Red River, Atchafalaya and Bayou Bouef Levee District	X	X
Relay Administration Board		X
Road Home Corporation d/b/a Louisiana Land Trust	X	X
Sabine River Authority	X	X
South Central Louisiana Human Services Authority		X
South Lafourche Levee District	X	X
Southeast Louisiana Flood Protection Authority - East	X	X
Southeast Louisiana Flood Protection Authority - West Bank	X	X
State Plumbing Board of Louisiana		X
Tensas Basin Levee District	X	X
Terrebonne Levee and Conservation District	X	X

MD&A = Management's Discussion and Analysis

SOA (C) = Statement of Activities (Statement C)

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
AS OF JUNE 30, 2014**

Please refer to the Management's Discussion and Analysis of the Southeast Louisiana Flood Protection Authority - West on pages 3 through 9 of the attached financial statements.

**Statement A**

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2014**

**ASSETS**

**CURRENT ASSETS**

Cash and Cash equivalents	\$	19,984,337
Restricted Cash and Cash Equivalents		
Investments		
Derivative Instruments		
Receivables (net of allowance for doubtful accounts)(Note U)		86,219
Due from other funds (Note Y)		
Due from federal government		
Inventories		
Prepayments		
Notes Receivable		
Other Current Assets		
Total current assets		20,070,556

**NONCURRENT ASSETS**

Restricted assets (Note F):		
Cash		
Investments		
Receivables		
Investments		
Notes Receivable		
Capital assets, net of depreciation (Note D)		
Land non-depreciable easements		5,787,724
Buildings and improvements		1,583,010
Machinery and equipment		1,549,078
Infrastructure		
Intangible assets		
Construction/Development-in-progress		
Other noncurrent assets		
Total noncurrent assets		8,919,812
Total assets	\$	28,990,368

**DEFERRED OUTFLOWS OF RESOURCES**

Accumulated decrease in fair value of hedging derivatives	\$	
Deferred amounts on debt refunding		
Adjustments of capital lease obligations		
Grants paid prior to meeting time requirements		
Intra-entity transfer of future revenues (transferee)		
Losses from sale-leaseback transactions		
Direct loan origination costs for mortgage loans held for sale		
Fees paid to permanent investors prior to sale of mortgage loans		
Total deferred outflow of resources	\$	-
Total assets and deferred outflow of resources	\$	28,990,368

**LIABILITIES**

**CURRENT LIABILITIES:**

Accounts payable and accruals (Note V)	\$	96221
Derivative instrument		
Due to other funds (Note Y)		
Due to federal government		
Unearned revenues		
Amounts held in custody for others		
Other current liabilities		

**Statement A**

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**STATEMENT OF NET POSITION**  
**AS OF JUNE 30, 2014**

**Liabilities Con't**

Current portion of long-term liabilities: (Note K)

Contracts payable	\$	
Compensated absences payable		
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Pollution remediation obligation		
Bonds payable (include unamortized costs)		
Other long-term liabilities		
Total current liabilities		96,221

**NONCURRENT LIABILITIES**

Contracts payable		
Compensated absences payable		298,157
Capital lease obligations		
Claims and litigation payable		
Notes payable		
Pollution remediation obligation		
Bonds payable (include unamortized costs)		
OPEB payable		1,199,120
Other long-term liabilities		
Total noncurrent liabilities		1,497,277
Total liabilities		1,593,498

**DEFERRED INFLOWS OF RESOURCES**

Accumulated increase in fair value of hedging derivatives	\$	
Deferred amounts related to service concession arrangement		
<b>Deferred amounts of debt refunding</b>		
<b>Adjustments of capital lease obligations</b>		
<b>Grants received prior to meeting time requirements</b>		
<b>Property taxes received before the period of which the taxes were levied</b>		
<b>Fines and penalties received in advance of meeting time requirements</b>		
<b>Sales/intra-entity transfers of future revenues (transferor)</b>		
<b>Gains from sale-leaseback transactions</b>		
<b>Points received on loan origination</b>		
<b>Loan origination fees received for mortgage loans held for sale</b>		
Total deferred inflows of resources		-

**NET POSITION**

Net investment in capital assets		8,919,812
Restricted for:		
Capital projects		531,169
Debt service		
Unemployment compensation		
Other specific purposes		
Unrestricted		17,945,889
Total net position		27,396,870
Total liabilities, deferred inflows of resources, and net position	\$	28,990,368

The accompanying notes are an integral part of this financial statement.



**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement B**

<b>OPERATING REVENUE</b>	
Sales of commodities and services	\$ _____
Assessments	_____
Use of money and property	_____
Licenses, permits, and fees	_____
Federal grants and contracts	_____
State, local and nongovernmental grants and contracts	_____
Other	_____
Total operating revenues	_____
<b>OPERATING EXPENSES</b>	
Cost of sales and services	5,687,499
Travel	_____
Operating Services	_____
Supplies	_____
Professional Services	_____
Capital Projects	-
Depreciation/Amortization	390,571
Total operating expenses	6,078,070
Operating income(loss)	(6,078,070)
<b>NON-OPERATING REVENUES (EXPENSES)</b>	
Taxes	7,574,731
Interest income	54,717
Intergovernmental revenues	1,002,918
Rent income	_____
Royalties	61,583
Miscellaneous	213,988
Total non-operating revenues(expenses)	8,907,937
Income(loss) before contributions, extraordinary items, & transfers	2,829,867
Capital contributions	_____
Extraordinary item	_____
Transfers in	_____
Transfers out	_____
Change in net position	2,829,867
Total net position – beginning	24,567,003
Total net position – ending	\$ 27,396,870

The accompanying notes are an integral part of this financial statement.

## INSTRUCTIONS FOR THE SIMPLIFIED STATEMENT OF ACTIVITIES

**Expenses** - include all expenses, both operating and non-operating.

**Program Revenues** - include revenues derived from the program itself. These revenues reduce the net cost of the BTA's activities that must be financed from its general revenues. Program revenues should be reported in the following three categories:

**Charges for services** - include revenues based on exchange or exchange-like transactions. An exchange transaction is one in which each party receives and gives up essentially equal values. These revenues arise from charges to customers or applicants who purchase, use, or directly benefit from the goods, services, or privileges provided. Revenues in this category include fees charged for specific services.

**Operating grants and contributions** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that may be used **either for operating or capital expenses** at the discretion of the BTA. (A non-exchange transaction is one in which an entity gives or receives value without directly receiving or giving equal value in return.)

**Capital grants and contributions** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are restricted for use in a particular program **and** that are **restricted for capital purposes only** - to purchase, construct, or renovate capital assets associated with a specific program.

**Net (Expense) Revenue** - program revenues minus expenses.

**General Revenues** - all revenues are general revenues unless they are specifically required to be reported as program revenues.

**Taxes** - include all taxes received here, as all are considered general revenues, even those levied for a specific purpose.

**State appropriations** - include warrants drawn during the fiscal year and the 13<sup>th</sup> period, plus 14<sup>th</sup> period if applicable.

**Grants and contributions not restricted to specific programs** - revenue arising from mandatory and voluntary nonexchange transactions with other governments, organizations, or individuals that are not restricted to a specific program.

**Interest** - any interest earned that is not required to be reported as program revenue (Earnings on investments legally restricted to use by a specific program should be reported as program revenue).

**Miscellaneous** - any general revenues that do not specifically fall under one of the categories listed.

**Special items** - significant items subject to management's control that meets one of the following criteria:

- 1) unusual in nature - possessing a high degree of abnormality and clearly unrelated or only incidentally related to the ordinary and typical activities of the entity.
- 2) infrequent in occurrence - not reasonably expected to recur in the foreseeable future, taking into account the environment in which the entity operates.

**Extraordinary items** - are both significant in nature and infrequent in occurrence.

**Transfers** - all interfund activities involving the flow of resources between funds.

**Change in net position** - net (expense) revenue plus general revenues and special items.

**Net position - beginning** - net position at the beginning of the fiscal year.

**Net position - ending** - beginning net position plus change in net position.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Statement C**

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Entity	\$ 6,078,070	\$	\$ 405,260	\$ 134,238
General revenues:				
Taxes				7,574,731
Intergovernmental revenues				463,420
Royalties and surface leases				61,583
Interest				54,717
Miscellaneous				213,988
Special items				
Extraordinary item				
Transfers				
Total general revenues, special items, and transfers				8,368,439
Change in net assets				2,829,867
Net position - beginning as restated				24,567,003
Net position - ending				\$ 27,396,870

The accompanying notes are an integral part of this statement.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**

**Statement D**

(continued)

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

**Cash flows from operating activities**

Cash receipts from customers	\$	
Cash receipts from grants and contracts		
Cash receipts from interfund services provided		
Other operating cash receipts, if any		
Cash payments to suppliers for goods or services		(2,176,814)
Cash payments to employees for services		(3,262,880)
Cash payments for interfund services used, including payments "In Lieu of Taxes"		
Other operating cash payments, if any (* provide explanation)		
Net cash provided(used) by operating activities		<u>(5,439,694)</u>

**Cash flows from non-capital financing activities**

Cash receipts of taxes	7,557,699	
State revenue sharing	463,420	
Cash receipts of federal grants (FEMA)	405,260	
Cash receipts of royalties	61,583	
Cash receipts of miscellaneous items	174,965	
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other (**provide explanation)		
Net cash provided(used) by non-capital financing activities		<u>8,662,927</u>

**Cash flows from capital and related financing activities**

Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets	(275,969)	
Proceeds from sale of capital assets	42,390	
State grants - DNR - Coastal Restoration	202,474	
Deposits with trustees		
Deferred proceeds from capital leases		
Net cash provided(used) by capital and related financing activities		<u>(31,105)</u>

**Cash flows from investing activities**

Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities	54,717	
Net cash provided(used) by investing activities		<u>54,717</u>

Net increase(decrease) in cash and cash equivalents		<u>3,246,845</u>
Cash and cash equivalents at beginning of year		<u>16,737,492</u>
Cash and cash equivalents at end of year	\$	<u><u>19,984,337</u></u>

**STATE OF LOUISIANA  
BOSSIER LEVEE DISTRICT (BTA)  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2014**

**Statement D  
(concluded)**

**Reconciliation of operating income(loss) to net cash provided(used) by operating activities:**

Operating income(loss)		\$ <u>(6,078,070)</u>
Adjustments to reconcile operating income(loss) to net cash provided(used) by operating activities:		
Depreciation/amortization	<u>390,571</u>	
Provision for uncollectible accounts	<u></u>	
Other	<u></u>	
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net	<u></u>	
(Increase)decrease in due from other funds	<u></u>	
(Increase)decrease in prepayments	<u></u>	
(Increase)decrease in inventories	<u></u>	
(Increase)decrease in other assets	<u></u>	
Increase(decrease) in accounts payable and accruals	<u>(18,950)</u>	
Increase(decrease) in compensated absences payable	<u>24,675</u>	
Increase(decrease) in due to other funds	<u></u>	
Increase(decrease) in deferred revenues	<u></u>	
Increase(decrease) in OPEB payable	<u>242,080</u>	
Increase(decrease) in other liabilities	<u></u>	
Net cash provided(used) by operating activities		\$ <u>(5,439,694)</u>

**Schedule of noncash investing, capital, and financing activities:**

Borrowing under capital lease(s)	\$ <u></u>
Contributions of fixed assets	<u></u>
Purchases of equipment on account	<u></u>
Asset trade-ins	<u></u>
Other (specify)	<u></u>
	<u></u>
	<u></u>
	<u></u>
<b>Total noncash investing, capital, and financing activities:</b>	\$ <u>-</u>

The accompanying notes are an integral part of this statement.

**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JUNE 30, 2014**

Please provide an explanation of what is included in “other.” If there are multiple reasons, please list each out separately along with the amount.

\* Other (operating cash payments)

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\*\*Other (cash flows from non capital financing activities)

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\*\*\*Other (cash flows from capital and related financing activities)

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**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**INTRODUCTION**

The Southeast Louisiana Flood Protection Authority - West, a component unit of the State of Louisiana, was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute Act 1 of First Extraordinary Session of 2006, Act 820 of 1980 Legislative Session and Act 475 of 2007 Legislative Session.

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**BASIS OF ACCOUNTING**

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of Southeast Louisiana Flood Protection Authority - West (BTA) present information only as to the transactions of the programs of the Southeast Louisiana Flood Protection Authority - West (BTA) as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Southeast Louisiana Flood Protection Authority - West (BTA) are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

**Revenue Recognition**

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

**Expense Recognition**

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.



**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**B. BUDGETARY ACCOUNTING**

The appropriations made for the operations of the various programs of the Southeast Louisiana Flood Protection Authority - West (BTA) are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

	General Fund	WJLD O&M Fund	ALD O&M Fund
Original approved budget	\$ 479,101	\$ 4,380,630	\$ 518,455
Amendments:	56,340	(11,169)	3,802
Final approved budget	\$ 535,441	\$ 4,369,461	\$ 522,257

**C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS** (If all agency cash and investments are deposited in the State Treasury, disregard Note C.) See Appendices Packet - Appendix A at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>, for information related to Note C.

**1. DEPOSITS WITH FINANCIAL INSTITUTIONS**

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Southeast Louisiana Flood Protection Authority - West (BTA) may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the (BTA) may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks, and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the statement of cash flows and statement of net position presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are required to be held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2014, consisted of the following:

	Cash	Nonnegotiable Certificates of Deposit	Other (Describe)	Total
Deposits per statement of net position (Reconciled bank balance)	\$ 19,984,337	\$	\$	\$ 19,984,337
Deposits in bank accounts per bank	\$ 20,170,876	\$	\$	\$ 20,170,876
Bank balances exposed to custodial credit risk:	\$	\$	\$	\$
a. Uninsured and uncollateralized				
b. Uninsured and collateralized with securities held by the pledging institution				
c. Uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the entity's				

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Deposits per statement of net position" due to outstanding items.

The following is a breakdown by banking institution, program, and amount of the "Deposits in bank accounts per bank" balances shown above:

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. Capital One	Various	\$ 20,170,876
2.		
3.		
4.		
Total		\$ 20,170,876

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the statement of net position to amounts reported in this note, list below any cash in treasury and petty cash that are included on the statement of net position.

Cash in state treasury	\$ -0-
Petty cash	\$ -0-

## 2. INVESTMENTS

The Southeast Louisiana Flood Protection Authority - West (BTA) does not maintain investment accounts as authorized by LSA-RS 33:2955.

### Custodial Credit Risk

Investments can be exposed to custodial credit risk if the securities underlying the investment are uninsured, not registered in the name of the entity, and are either held by the counterparty or held by the counterparty's trust department or agent, but not in the entity's name. Repurchase agreements are not subject to credit risk if the securities underlying the repurchase agreement are exempt from credit risk disclosure. Using the following table, list each type of investment disclosing the total carrying amounts and market values, and any amounts exposed to custodial credit risk.

GASB Statement 40 amended GASB Statement 3 to eliminate the requirement to disclose all investments by three categories of risk. GASB Statement 40 requires only the separate disclosure of investments that are considered to be exposed to custodial credit risk. Those investments exposed to custodial credit risk are reported by type in one of two separate columns depending upon whether they are held by a counterparty, or held by a counterparty's trust department or agent not in the entity's name. In addition, the total reported amount and fair value columns still must be reported for total investments regardless of exposure to custodial credit risk.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

<u>Type of Investment</u>	<u>Investments Exposed to Custodial Credit Risk</u>		<u>All Investments Regardless of Custodial Credit Risk Exposure</u>	
	<u>Uninsured, *Unregistered, and Held by Counterparty</u>	<u>Uninsured, *Unregistered, and Held by Counterparty's Trust Dept. or Agent Not in Entity's Name</u>	<u>Reported Amount Per Statement of Net Position</u>	<u>Fair Value</u>
Negotiable CDs	\$ _____	\$ _____	\$ _____	\$ _____
Repurchase agreements	_____	_____	_____	_____
U.S. Government Obligations **	_____	_____	_____	_____
U.S. Agency Obligations***	_____	_____	_____	_____
Common & preferred stock	_____	_____	_____	_____
Mortgages (including CMOs & MBSs)	_____	_____	_____	_____
Corporate bonds	_____	_____	_____	_____
Mutual funds	_____	_____	_____	_____
Real estate	_____	_____	_____	_____
External Investment Pool (LAMP) ****	_____	_____	_____	_____
External Investment Pool (Other)	_____	_____	_____	_____
Other: (identify)	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
Total investments	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____	\$ _____ - \$ _____

\* Unregistered - not registered in the name of the government or entity

\*\* These obligations generally are not exposed to custodial credit risk because they are backed by the full faith and credit of the U.S. government. (See Appendices Packet, Appendix A, at <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm> for the definition of US Government Obligations)

\*\*\* These obligations may not be exposed to custodial credit risk (See Appendix A in the Appendices Packet for a discussion of FNMA & FHLMC)

\*\*\*\* LAMP investments should not be included in deposits AND should be identified separately in this table to ensure LAMP investments are not double-counted on the State level.

3. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES – **NOT APPLICABLE**
4. DERIVATIVES (GASB 53) – **NOT APPLICABLE**
5. POLICIES – **NOT APPLICABLE**
6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS – **NOT APPLICABLE**

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS**

The fixed assets used in the Special Purpose Government Engaged only in Business-Type Activities are included on the statement of net position of the entity and are capitalized at cost. Depreciation of all exhaustible fixed assets used by the entity is charged as an expense against operations. Depreciation for financial reporting purposes is computed by the straight line method over the useful lives of the assets.

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Schedule of Capital Assets (includes capital leases)

<u>Agency</u>	Balance 6/30/2013	Prior Period Adjustments	Restated Balance 6/30/2013	Additions	* Reclassifi- cation of CIP	** Retirements	Balance 6/30/2014
Capital assets not depreciated:							
Land	\$ 5,787,724	\$ -	\$ 5,787,724	\$ -	\$ -	\$ -	\$ 5,787,724
Non-depreciable land improvements	-	-	-	-	-	-	-
Non-depreciable easements	-	-	-	-	-	-	-
Capitalized collections	-	-	-	-	-	-	-
Software - development in progress	-	-	-	-	-	-	-
Construction in progress	-	-	-	-	-	-	-
Total capital assets not depreciated	\$ 5,787,724	\$ -	\$ 5,787,724	\$ -	\$ -	\$ -	\$ 5,787,724
Other capital assets:							
Depreciable land improvements	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
** Accumulated depreciation	-	-	-	-	-	-	-
Total land improvements	-	-	-	-	-	-	-
Buildings	3,895,475	-	3,895,475	-	-	-	3,895,475
** Accumulated depreciation	(2,216,822)	-	(2,216,822)	(95,643)	-	-	(2,312,465)
Total buildings	1,678,653	-	1,678,653	(95,643)	-	-	1,583,010
Machinery & equipment	2,881,554	-	2,881,554	272,602	-	(105,991)	3,048,165
** Accumulated depreciation	(1,310,149)	-	(1,310,149)	(294,929)	-	105,991	(1,499,087)
Total machinery & equipment	1,571,405	-	1,571,405	(22,327)	-	-	1,549,078
Infrastructure	-	-	-	-	-	-	-
** Accumulated depreciation	-	-	-	-	-	-	-
Total infrastructure	-	-	-	-	-	-	-
Software (internally generated & purchased)	-	-	-	-	-	-	-
Other intangibles	-	-	-	-	-	-	-
** Accumulated amortization - software	-	-	-	-	-	-	-
** Accumulated amortization - other intangibles	-	-	-	-	-	-	-
Total intangibles	-	-	-	-	-	-	-
Total other capital assets	\$ 3,250,058	\$ -	\$ 3,250,058	\$ (117,970)	\$ -	\$ -	\$ 3,132,088
Capital asset summary:							
Capital assets not depreciated	\$ 5,787,724	\$ -	\$ 5,787,724	\$ -	\$ -	\$ -	\$ 5,787,724
Other capital assets, book value	6,777,029	-	6,777,029	272,602	-	(105,991)	6,943,640
Total cost of capital assets	12,564,753	-	12,564,753	272,602	-	(105,991)	12,731,364
Accumulated depreciation/amortization	(3,526,971)	-	(3,526,971)	(390,572)	-	105,991	(3,811,552)
Capital assets, net	\$ 9,037,782	\$ -	\$ 9,037,782	\$ (117,970)	\$ -	\$ -	\$ 8,919,812

\* Should only be used for those completed projects coming out of construction-in-progress to capital assets.

\*\* Enter a negative number except for accumulated depreciation in the retirement column

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**E. INVENTORIES - NOT APPLICABLE**

**F. RESTRICTED ASSETS – NOT APPLICABLE**

**G. LEAVE**

**1. COMPENSATED ABSENCES**

The Southeast Louisiana Flood Protection Authority - West (BTA) has the following policy on annual and sick leave:

Authority employees, both classified and unclassified, earn and accumulate annual and sick leave at various rates depending on their years of service. The amount of annual and sick leave that may be accumulated by each employee is unlimited. Upon termination, employees or their heirs are compensated for up to 300 hours of unused annual leave at the employee's hourly rate of pay at the time of termination. Upon retirement, unused annual leave in excess of 300 hours plus unused sick leave is used to compute retirement benefits. The cost of leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current year expenditure in the fund when leave is actually taken; it is recognized in the enterprise funds when the leave is earned. The cost of leave privileges applicable to general government operations not requiring current resources is recorded in long-term obligations.

**H. RETIREMENT SYSTEM**

Substantially all of the employees of the (BTA) are members of the Louisiana State Employees Retirement System (LASERS), a single employer defined benefit pension plan. The System is a statewide public employee retirement system (PERS) for the benefit of state employees, which is administered and controlled by a separate board of trustees. (Note: If LASERS is not your entity's retirement system, indicate the retirement system that is and replace any wording in this note that doesn't apply to your retirement system with the applicable wording.)

All full-time (BTA) employees are eligible to participate in the System unless they elect to continue as a contributing member in any other retirement system for which they remain eligible for membership. Certain elected officials and officials appointed by the governor may, at their option, become members of LASERS. Normal benefits vest with 10 years of service. Generally, retirement age employees are entitled to annual benefits equal to \$300 plus 2.5% of their highest consecutive 36 months' average salary multiplied by their years of credited service except for members eligible to begin participation in the Defined Benefit Plan (DBP) on or after July 1, 2006. Act 75 of the 2005 Regular Session changes retirement eligibility and final average compensation for members who are eligible to begin participation in the DBP beginning July 1, 2006. Retirement eligibility for these members is limited to age 60, or thereafter, upon attainment of ten years of creditable service. Final

**STATE OF LOUISIANA**  
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average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment.

Vested employees eligible to begin participation in the DBP before July 1, 2006, are entitled to a retirement benefit, payable monthly for life at (a) any age with 30 years of service, (b) age 55 with 25 years of service, or (c) age 60 with 10 years of service. In addition, these vested employees have the option of reduced benefits at any age with 20 years of service. Those hired on or after July 1, 2006 have only a single age option. They cannot retire until age 60 with a minimum of 10 years of service. The System also provides death and disability benefits and deferred benefit options, with qualifications and amounts defined by statute. Benefits are established or amended by state statute. The System issues a publicly available annual financial report that includes financial statements and required supplementary information for the System. For a full description of the LASERS defined benefit plan, please refer to the LASERS 2013 Financial Statements, specifically, footnotes A – Plan Description and C – Contributions. A copy of the report may be obtained by writing to the Louisiana State Employees Retirement System, Post Office Box 44213, Baton Rouge, Louisiana 70804-4213, or by calling (225) 922-0600 or (800) 256-3000. The footnotes to the Financial Statements contain additional details and are also available on-line at:  
[http://www.lasersonline.org/uploads/CAFR\\_2013.pdf](http://www.lasersonline.org/uploads/CAFR_2013.pdf)

All members are required by state statute to contribute with the vast majority of employees of the state who became members before July 1, 2006 contributing 7.5% of gross salary. Act 75 of the 2005 Regular Session increases the member contribution rate from 7.5% to 8% for new members hired after June 30, 2006. The (BTA) is required to contribute at an actuarially determined rate as required by R.S. 11:102. The contribution rate for the fiscal year ended June 30, 2014, increased to 31.3% of annual covered payroll from the 28.65% and 25.60% required in fiscal years ended June 30, 2013 and 2012 respectively. The (BTA) contributions to the System for the years ending June 30, 2014, 2013, and 2012, were \$477,022, \$525,781, and \$439,895, respectively, equal to the required contributions for each year.

**I. OTHER POSTEMPLOYMENT BENEFITS (OPEB) –**

GASB Statement 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* addresses accounting and financial reporting for OPEB trust and agency funds of the employer. GASB Statement 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* establishes standards of accounting and financial reporting for OPEB expense/expenditures and related OPEB liabilities or OPEB assets, note disclosures, and required supplementary information (RSI) in the financial reports of governmental employers. See the GASB Statement 45 note disclosures requirements in section 2 of this note.

**1. Calculation of Net OPEB Obligation**

Complete the following table for only the net OPEB obligation (NOO) related to OPEB administered by the Office of Group Benefits. The ARC, NOO at the beginning of the



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year, interest, ARC adjustment, and Annual OPEB Expense have been computed for OGB participants (see OSRAP's website - <http://www.doa.louisiana.gov/OSRAP/afrpackets.htm>) and select "GASB 45 OPEB Valuation Report as of July 1, 2013, to be used for fiscal year ending June 30, 2014." Report note disclosures for other plans, not administrated by OGB, separately.

Annual OPEB expense and net OPEB Obligation		6/30/2014
Fiscal year ending		
1. * ARC		\$359,609.0
2. * Interest on NOO		\$38,282.0
3. * ARC adjustment		\$55,346.0
4. * Annual OPEB Expense (1. + 2. - 3.)		\$342,545.0
5. Contributions (employer pmts. to OGB for retirees' cost of 2014 insurance premiums)		\$100,465.0
6. Increase in Net OPEB Obligation (4. - 5.)		\$242,080.0
7. *NOO, beginning of year (see actuarial valuation report on OSRAP's website)		957,040
8. **NOO, end of year (6. + 7.)		1,199,120

See Note G of the financial statement notes for further details of the Authority's OPEB liability.

**J. LEASES – NOT APPLICABLE**

**K. LONG-TERM LIABILITIES**

The following is a summary of long-term debt transactions of the entity for the year ended June 30, 2014:

	Year ended June 30, 2014			Balance June 30, 2014	Amounts due within one year
	Balance June 30, 2013	Additions	Reductions		
<b>Notes and bonds payable:</b>					
Notes payable	\$	\$	\$	\$ -	\$
Bonds payable				-	
Total notes and bonds	-	-	-	-	-
<b>Other liabilities:</b>					
Contracts payable				-	
Compensated absences payable	273,482	24,675	-	298,157	
Capital lease obligations				-	
Claims and litigation				-	
Pollution remediation obligation				-	
OPEB payable	957,040	242,080		1,199,120	
Other long-term liabilities				-	
Total other liabilities	1,230,522	266,755	-	1,497,277	-
Total long-term liabilities	\$ 1,230,522	\$ 266,755	\$ -	\$ 1,497,277	\$ -

(Balances at June 30<sup>th</sup> should include current and non-current portion of L-T liabilities.)

The totals must equal the statement of net position for each type of long-term liabilities.

**STATE OF LOUISIANA**  
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**L. CONTINGENT LIABILITIES – NOT APPLICABLE**

**M. RELATED PARTY TRANSACTIONS – NOT APPLICABLE**

**N. ACCOUNTING CHANGES – NOT APPLICABLE**

**O. IN-KIND CONTRIBUTIONS – NOT APPLICABLE**

**P. DEFEASED ISSUES – NOT APPLICABLE**

**Q. REVENUES – PLEDGED OR SOLD (GASB 48) – NOT APPLICABLE**

**R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS) – NOT APPLICABLE**

**S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS – NOT APPLICABLE**

**T. SHORT-TERM DEBT – NOT APPLICABLE**

**U. DISAGGREGATION OF RECEIVABLE BALANCES**

Receivables at June 30, 2014, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
Various	\$	\$	\$ 86,219	\$ -	\$ 86,219
Gross receivables	\$ -	\$ -	\$ 86,219	\$ -	\$ 86,219
Less allowance for uncollectible accounts					
Receivables, net	\$ -	\$ -	\$ 86,219	\$ -	\$ 86,219
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

**V. DISAGGREGATION OF PAYABLE BALANCES**

Payables at June 30, 2014, were as follows:

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Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
Various	\$ 61,722	\$ 34,499	\$	\$	\$ 96,221
					-
Total payables	\$ 61,722	\$ 34,499	\$ -	\$ -	\$ 96,221

**W. SUBSEQUENT EVENTS**

These financial statements considered subsequent events through August 29, 2014, the date the financial statements were available to be issued.

**X. SEGMENT INFORMATION & REPORTING FUNDS OF A BLENDED COMPONENT UNIT – NOT APPLICABLE**

**Y. DUE TO/DUE FROM AND TRANSFERS – See Note D, #6, for details of inter-fund transactions.**

1. List by fund type the amounts **due from other funds** detailed by individual fund at fiscal year-end:

(Types of funds include general fund, statutory dedicated funds, discrete component unit funds, etc).

Type of Fund	Name of Fund	Amount
		\$
Total due from other funds		\$

2. List by fund type the amounts **due to other funds** detailed by individual fund at fiscal year-end:

Type of Fund	Name of Fund	Amount
		\$
Total due to other funds		\$

STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)  
Notes to the Financial Statement  
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3. List by fund type **all transfers from other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers from other funds		\$ <u>_____</u>

4. List by fund type **all transfers to other funds for the fiscal year:**

<u>Type of Fund</u>	<u>Name of Fund</u>	<u>Amount</u>
_____	_____	\$ _____
_____	_____	_____
_____	_____	_____
Total transfers to other funds		\$ <u>_____</u>

**Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS – NOT APPLICABLE**

**AA. PRIOR-YEAR RESTATEMENT OF NET POSITION – NOT APPLICABLE**

**BB. ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB 46) – NOT APPLICABLE**

**CC. IMPAIRMENT OF CAPITAL ASSETS & INSURANCE RECOVERIES – NOT APPLICABLE**

**DD. EMPLOYEE TERMINATION BENEFITS – NOT APPLICABLE**

**EE. POLLUTION REMEDIATION OBLIGATIONS – NOT APPLICABLE**

a                     (agency/department)

GASB 49

Inventory Log

FYE 6/30/14

Not applicable

	e	f	g	h	i	j	k	l	m	n	o	p	q
Project Name	FP&C/DEQ Project Number	Trigger Year	6/30/13 Ending Balance	Increases	Decreases (expenditures) (including accruals)	Decreases (other adjustments)	6/30/14 Ending Balance (including accruals)	Percent Complete	Current Portion of L/T Debt	Non-Current Portion of L/T Debt	Realizable Recoveries	13th Period Expenditures	Notes
<u>Projects Reported @ 6/30/13: b</u>							0 0 0 0 0 0 0						
			<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
<u>Projects NOT Previously Reported: c</u>							0 0 0 0 0 0 0						
			<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
<u>Projects Begun after 7/1/13: d</u>							0 0 0 0 0 0 0						
			<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Totals			<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

Explanations for GASB 49 Worksheet

- a Enter agency/department name
- b List projects reported in the prior fiscal year that had an outstanding liability at 6/30/13
- c List projects that were overlooked or not included as remediation projects in previous fiscal years
- d List remediation projects that were begun/identified in the fiscal year ending 6/30/2014
- e Enter project number assigned by FP&C, DEQ, or other number assigned to identify project
- f Year the project was begun--this is not necessarily the year remediation began; it should be the year the pollution was identified and includes time involved to develop a remediation plan and the actual remediation process
- g This column is used to report those projects that were included/added in the previous fiscal year and had a balance outstanding at the end of that year
- h This column is for reporting increases in the estimated remediation cost, whether from expanding the scope of the project to contracting for a specific service.
- i Record total expenditures related to the project made during the fiscal year, including those made in the 13th period (13th period expenditures are also shown separately in column AB (p))
- j Record activities that decrease the estimated remediation liability that are **not** expenditures--for example, amounts included in original estimate were overstated and actual was less than what was recorded; scope of project not as extensive as originally estimated.
- k The formula in this column sums columns J, L, N, and P (g, h, i, and j)
- l Indicate percentage of project completion in this column
- m Amounts in this column represent the portion of the ending liability that are due and payable within the next 12 months
- n Amounts in this column represent the portion of the ending liability that are not due and payable until after 6/30/14. This amount plus the amount in column V (m) must total the amount in
- o This column is to identify any amounts that have been or will be received from other sources such as other responsible parties or insurance proceeds to help cover the cost of remediation
- p Record amounts expended on pollution remediation projects during the 13th accounting period in this column--this amount should be included in column N (i)
- q Provide reference and note explanations on an extra page, for example: (1) awaiting court

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**Notes to the Financial Statement**  
**As of and for the year ended June 30, 2014**

**FF. AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) – NOT APPLICABLE**

**GG. RESTRICTED ASSETS – OTHER SPECIFIC PURPOSES – NOT APPLICABLE**

**HH. SERVICE CONCESSION ARRANGEMENTS – NOT APPLICABLE**

**II. NONEXCHANGE FINANCIAL GUARANTEES (GASB 70) – NOT APPLICABLE**

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS**  
**JUNE 30, 2014**  
**(Fiscal close)**

Name		Amount
Edward Cammnetar	\$	3146
Paul Dauphin		5117
Kendall Gaddy		3801
Kerwin Julien		604
Susan Maclay		12000
Michael Merritt		12559
Gerard Viera		3187
Wesley Wilkinson		3600
Total	\$	44,014

Note: The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.



**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**SCHEDULE OF NOTES PAYABLE**  
**JUNE 30, 2014**  
**(Fiscal close)**

NOT APPLICABLE							
Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
Total		\$ <u>      </u>	\$ <u>      </u>	\$ <u>      </u>	\$ <u>      </u>		\$ <u>      </u>

\*Send copies of new amortization schedules

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**SCHEDULE OF BONDS PAYABLE**  
**JUNE 30, 2014**  
**(Fiscal close)**

**NOT APPLICABLE**

Issue	Date of Issue	Original Issue	Principal Outstanding 6/30/PY	Redeemed (Issued)	Principal Outstanding 6/30/CY	Interest Rates	Interest Outstanding 6/30/CY
<b>Series:</b>							
_____	_____	\$ _____	\$ _____	\$ _____	\$ _____	_____	\$ _____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Unamortized Discounts and Premiums Series:</b>							
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
_____	_____	_____	_____	_____	_____	_____	_____
<b>Total</b>		<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>	<b>\$ _____</b>		<b>\$ _____</b>

**\*Note: Principal outstanding (bond series minus unamortized costs) at 6/30/14 should agree to bonds payable on the statement of net position.**

**Send copies of new amortization schedules for bonds and unamortized costs.**

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**SCHEDULE OF CAPITAL LEASE AMORTIZATION**  
**For The Year Ended June 30, 2014**

**NOT APPLICABLE**

Fiscal Year				
<u>Ending:</u>	<u>Payment</u>	<u>Interest</u>	<u>Principal</u>	<u>Balance</u>
2015	\$ _____	\$ _____	\$ _____	\$ --
2016	_____	_____	_____	--
2017	_____	_____	_____	--
2018	_____	_____	_____	--
2019	_____	_____	_____	--
2020-2024	_____	_____	_____	--
2025-2029	_____	_____	_____	--
2030-2034	_____	_____	_____	--
2035-2039	_____	_____	_____	--
Total	\$ <u>-----</u>	\$ <u>-----</u>	\$ <u>-----</u>	\$ <u>-----</u>

SCHEDULE 4-A

**STATE OF LOUISIANA  
SOUTHEAST LOUISIANA FLOOD PROTECTION**

**AUTHORITY - WEST (BTA)**

**SCHEDULE OF NOTES PAYABLE AMORTIZATION**

**For the Year Ended June 30, 2014**

**NOT APPLICABLE**

Fiscal Year Ending:	Principal	Interest
2015	\$ _____	\$ _____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020-2024	_____	_____
2025-2029	_____	_____
2030-2034	_____	_____
2035-2039	_____	_____
Total	\$ <u>          --          </u>	\$ <u>          --          </u>

**STATE OF LOUISIANA**  
**SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)**  
**SCHEDULE OF BONDS PAYABLE AMORTIZATION**  
**For The Year Ended June 30, 2014**  
**NOT APPLICABLE**

<u>Fiscal Year</u> <u>Ending:</u>	<u>Principal</u>	<u>Interest</u>
2015	\$ _____	\$ _____
2016	_____	_____
2017	_____	_____
2018	_____	_____
2019	_____	_____
2020	_____	_____
2021	_____	_____
2022	_____	_____
2023	_____	_____
2024	_____	_____
2025	_____	_____
2026	_____	_____
2027	_____	_____
2028	_____	_____
2029	_____	_____
2030	_____	_____
2031	_____	_____
2032	_____	_____
2033	_____	_____
2034	_____	_____
2035	_____	_____
2036	_____	_____
2037	_____	_____
2038	_____	_____
2039	_____	_____
Subtotal	_____ --	_____ --
Unamortized Discounts/Premiums	_____	_____
Total	\$ _____ --	\$ _____ --

**\*Note: Principal outstanding (bond series plus minus unamortized costs) at 6/30/14  
should agree to bonds payable on the statement of net position.SCHEDULE 4-C**

# STATE OF LOUISIANA

## SOUTHEAST LOUISIANA FLOOD PROTECTION AUTHORITY - WEST (BTA)

### COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than **\$5 million**, explain the reason for the change. **Please provide adequate details to clearly explain the change from last year.**

	<u>2014</u>	<u>2013</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ <u>8,368,439</u>	\$ <u>8,059,335</u>	\$ <u>309,104</u>	\$ <u>3.8%</u>
Expenses	<u>6,078,070</u>	<u>5,828,057</u>	<u>250,013</u>	<u>4.3%</u>
2) Capital assets	<u>8,919,812</u>	<u>9,037,782</u>	<u>(117,970)</u>	<u>(1.3%)</u>
Long-term debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>27,396,870</u>	<u>24,567,003</u>	<u>2,829,867</u>	<u>11.5%</u>
Explanation for change:	<u></u>			
	<u></u>			
	<u></u>			
	<u></u>			

See Appendix F for instructions

AGENCY NAME \_\_\_\_\_

Email completed form to [katherine.porche@la.gov](mailto:katherine.porche@la.gov)

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